

JCCR Meeting

At its May 13, 2008 meeting, the Joint Committee on Capital Review considered the following issues:

Cochise Community College District – Review of Revenue Bond Projects – The Committee gave a favorable review to Cochise Community College District’s \$11.1 million bond projects. The project would finance new student housing facilities and a science building on their Douglas campus with a total revenue bond issuance of \$11.0 million and with \$0.1 million in district funds. Also, the Committee recommended that A.R.S. 15-1446 be clarified regarding the financial cap on community college lease-purchase issuances and Committee review for these issuances.

Arizona Department of Transportation – Review of Grand Canyon Airport Modular Housing Project – The Committee gave a favorable review for the Arizona Department of Transportation (ADOT) to spend \$2.5 million to construct 15 modular homes and related infrastructure at the Grand Canyon National Park Airport. The new modular homes would cost \$153,700 each, including the new home, installation of utilities, basic appliances, paving, and removal of existing modular homes.

Arizona Department of Transportation – Review of Sprinkler and Fire Alarm Systems Project – The Committee gave a favorable review of the \$1.1 million to install automatic fire sprinkler and alarm systems at 7 existing ADOT equipment services buildings with the requirement that ADOT seek

Committee review prior to expending the \$164,500 of undesignated monies. Currently, 7 of the 21 statewide equipment repair shops operated by ADOT are out of compliance with life safety code requirements per the National Fire Protection Association and the State Fire Marshal.

Arizona State University – Review of Memorial Union Fire Renovations Bond Project – The Committee gave a favorable review of Arizona State University’s \$13 million cost increase for the Memorial Union Fire Renovations bond project. The Committee additionally recommended that ASU submit for review any change in the current \$40.0 million estimated insurance reimbursement amount in excess of \$500,000 and a revised financing plan. The \$13 million increase will be funded with insurance reimbursements. The Committee first favorably reviewed the \$40 million bond project in December 2007, which now has increased to a total cost of \$53 million.

Northern Arizona University – Review of Infrastructure Upgrades Bond Project – The Committee gave a favorable review to Northern Arizona University’s (NAU) infrastructure upgrade project to be financed with a \$15 million system revenue bond issuance. NAU will use this bond issuance to fund utility infrastructure projects, which include utility extensions, electrical upgrades, chiller installation, and chiller tie-ins.

Northern Arizona University – Review of New Residence Life Warehouse Bond Project – The Committee gave a favorable review of a new 16,800 square foot residence life warehouse that will be

used to store items for residential life including carpeting, appliances, and snow removal equipment. The project is to be financed with a \$3.9 million system revenue bond issuance, which will be funded with auxiliary funds such as dorm fees.

Northern Arizona University – Review of Revised Applied Research Facility Bond Project, Yuma – The Committee gave a favorable review of NAU's revised Applied Research Facility on its Yuma campus to be financed with a \$2.5 million system revenue bond issuance. The Committee first favorably reviewed the project in May 2006 for \$4 million in lease-purchase agreements, but NAU now seeks to add 2,225 sq. ft. to the 10,000 sq. ft. facility.