

JCCR MEETING

At its September 25, 2019 meeting, the Joint Committee on Capital Review considered the following issues:

Regular Agenda

Arizona Department of Corrections – Review of FY 2020 Building Renewal Allocation Plan – The Committee gave a favorable review to ADC's \$6.9 million plan for 13 building renewal projects at 7 state prison facilities. These monies were appropriated from the Department of Corrections Building Renewal Fund. Reviewed projects include: locking systems, air conditioning and duct work, electrical infrastructure, roof replacements, well motor/pump projects, and gas line replacements. The favorable review included provisions with reporting requirements.

Arizona State University – Review of Downtown Phoenix Residence Hall and Entrepreneurial Center – The Committee gave a favorable review of ASU's plan for a 0.82-acre ground lease and \$116.1 million residence hall and entrepreneurial center at the Downtown Phoenix Campus. Of the \$116.1 million, the vendor would fund \$66.5 million for 532 beds (and be repaid with dorm fees). ASU would issue \$49.6 million in system revenue bonds for the entrepreneurial space. The review included the standard university financing provisions.

Arizona State University – Review of Downtown Phoenix Thunderbird School of Global Management Building – The Committee gave a favorable review of \$37.0 million in system revenue bond issuances to fund construction of the Thunderbird School of Global Management's building on the Downtown Phoenix Campus. Total project costs are \$67.0 million, of which \$37.0 million would be funded by system revenue bonds and \$30.0 million from campus sale proceeds. The favorable review included the standard university financing provisions.

Arizona State University – Consider Approval of Interdisciplinary Science and Technology Building (ISTB) 7 Financing Project – The Committee approved a \$17.0 million increase in the bond

issuance for construction of the Interdisciplinary Science and Technology Building (ISTB) 7. At its September 2018 meeting, the Committee approved Arizona State University's request of a \$175.0 million bond issuance for construction of ISTB 7, making the total project cost \$192.0 million. ISTB will include lab space for biological sciences, computing and engineering. Debt service will be paid with 50% tuition and 50% with Capital Infrastructure Fund appropriations. The approval included the standard university financing provisions.

Northern Arizona University – Review of Student Athlete High Performance Center Indirect Financing Project – The Committee gave a favorable review of a \$46.0 million indirect financing project for construction of a 70,000 square foot Student Athlete High Performance Center (SAHPC). The SAHPC will be focused on providing wellness and development for Northern Arizona University (NAU) student athletes and educational opportunities for NAU students. The debt service will be paid through student athletic fee revenue, gifts, and general university funds. The favorable review included the standard university financing provisions.

Consent Agenda

Department of Emergency and Military Affairs – Review of West Valley Readiness Center – The Committee gave a favorable review of \$15.5 million for construction of a West Valley Readiness Center. These monies include \$3.9 million from the General Fund and \$11.6 million from Federal Funds. The favorable review included provisions with reporting requirements.

Arizona Game and Fish Department – Review of FY 2020 Building Renewal Allocation Plan and FY 2020 Capital Projects – The Committee gave a favorable review of \$1.4 million for 25 items in the department's FY 2020 building renewal allocation plan, \$300,000 for fish hatchery property maintenance, \$150,000 for dam maintenance, \$400,000 for hatchery maintenance, and \$525,000 for 2 non-appropriated capital improvement projects. The favorable review included provisions with reporting requirements and a provision

restating a statutory requirement for spending from the Headquarters Major Maintenance Fund.

Northern Arizona University – Review of FY 2020 Capital Improvement Plan for One-Time

Appropriation – The Committee gave a favorable review of \$5.0 million for capital improvement projects. These monies are part of a \$6.65 million one-time appropriation to NAU in FY 2020. The monies will be used for 2 projects: \$1.0 million for underground utility infrastructure improvements and \$4.0 million for academic building improvements. The favorable review included a standard university financing provision.

Pima Community College District – Review of Pima Aviation Technology Center Expansion

– The Committee gave a favorable review of a \$19.3 million project to expand the Pima Aviation Technology Center (ATC). These monies include \$15.0 million from the General Fund and \$4.3 million in Pima Community College District revenues. The favorable review included provisions with reporting requirements.

Department of Public Safety – Review of Radio Communications Tower Project

– The Committee gave a favorable review of \$309,000 for the construction of a radio communications tower along the South Mountain Loop 202 extension. These monies were appropriated from the Board of Fingerprinting Fund in FY 2020.

Arizona Department of Transportation – Review of FY 2020 Building Renewal Allocation Plan

– The Committee gave a favorable review of \$13.3 million for the Arizona Department of Transportation's (ADOT) FY 2020 building renewal allocation plan. These monies included \$13.0 million from the State Highway Fund and \$281,700 from the State Aviation Fund. Reviewed projects include: remodeling, safety improvements, compliance and roofing replacements. The favorable review included provisions with reporting requirements.