Long-Range Building Program Proposal
2014-15 Biennium

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Long-Range Planning Appropriations Subcommittee
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Ref: Governor's Budget, Volume 3

EXHIBIT 1
DATE Jan. 25, 2013
HB 5

"The LRBP":

- The LRBP was established by the 38th Legislature in 1963 to provide a comprehensive program for the construction and repair of State buildings. MCA 18-2-101 thru 124.
- What does that include? – Capital Projects at buildings Owned or To-Be-Owned by the State of Montana.
- What does that include? – construction, renovation, demolition, and implementation of major repairs and system upgrades.
- What it <u>does not</u> include? - construction of buildings owned by local governmental entities (cities, counties, K-12 school districts).
- What it <u>does not</u> include? – construction of highways, bridges and rest areas.

Program Perspective:

- State has over 4,500 buildings on inventory with a total square footage of over 31 million sq.ft.
- Total building replacement value is $3.5 billion ($4.7 billion including contents).
- Capital improvement needs vary broadly.
- To administer the LRBP, A&E has approximately 300 projects at any one time.
- LRBP appropriations are “continuing approps”.

LRBP – The Process

- Jan 2012 – A&E starts 2014-2015 LRBP program by notifying all state agencies and posting instructions and procedures on state web site. MCA 17-7-201 thru 213.

- July 1, 2012 – Agencies, including the Montana University System/CHE, submit final capital improvement requests for the 2014-2015 biennium.

- Sept 2012 – A&E completes analyses of agency requests and makes prioritized project recommendations in line with projected funding levels, and consistent with OBPP guidance.

LRBP – The Process (cont.)

- September - November – A&E and OBPP review projects, revenue estimates, and anticipated executive decisions.

- November 15, 2012 – Based upon final priorities for the LRBP as determined by OBPP and the Governor's office, A&E makes final revisions to the program and transmits it to OBPP for inclusion in the Executive Budget proposal.

Implementation after Session:

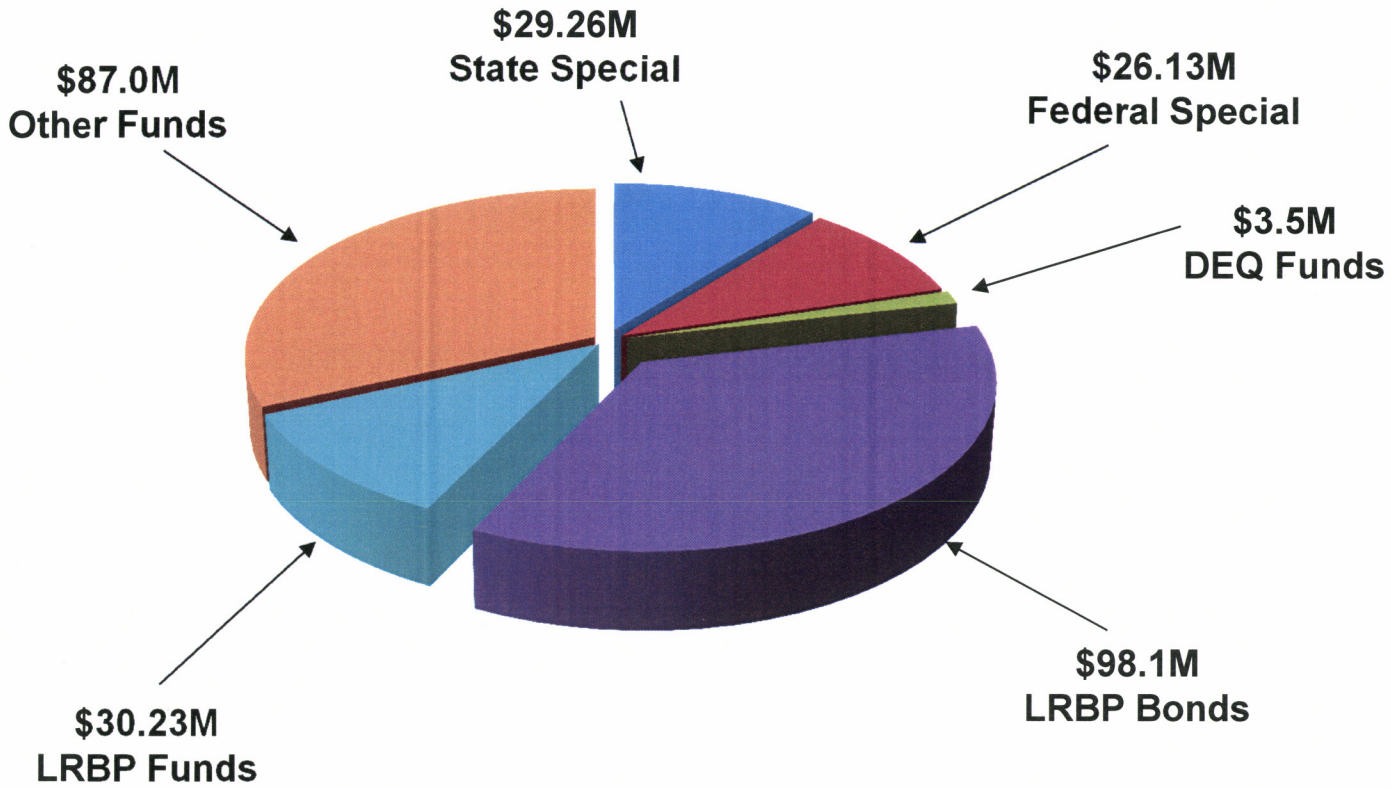
- Conduct the architect/engineer consultant selection process.
- Administer design contracts and facilitate design process.
- Advertise, bid, and award construction contracts.
- Administer construction contracts and consultant contracts.
- Provide budgeting and accounting services for the LRBP and the division.
- Provide planning services to all state agencies.

2014-2015 LRBP:

- LRBP as recommended in Executive Budget
- Includes projects totaling $274,216,000
- HB #5 (Cash bill) - $100.72 million total
  - $30.23 million LRBPF
  - $29.26 million SSR
  - $26.13 million FSR
  - $11.60 million "Other Funds"

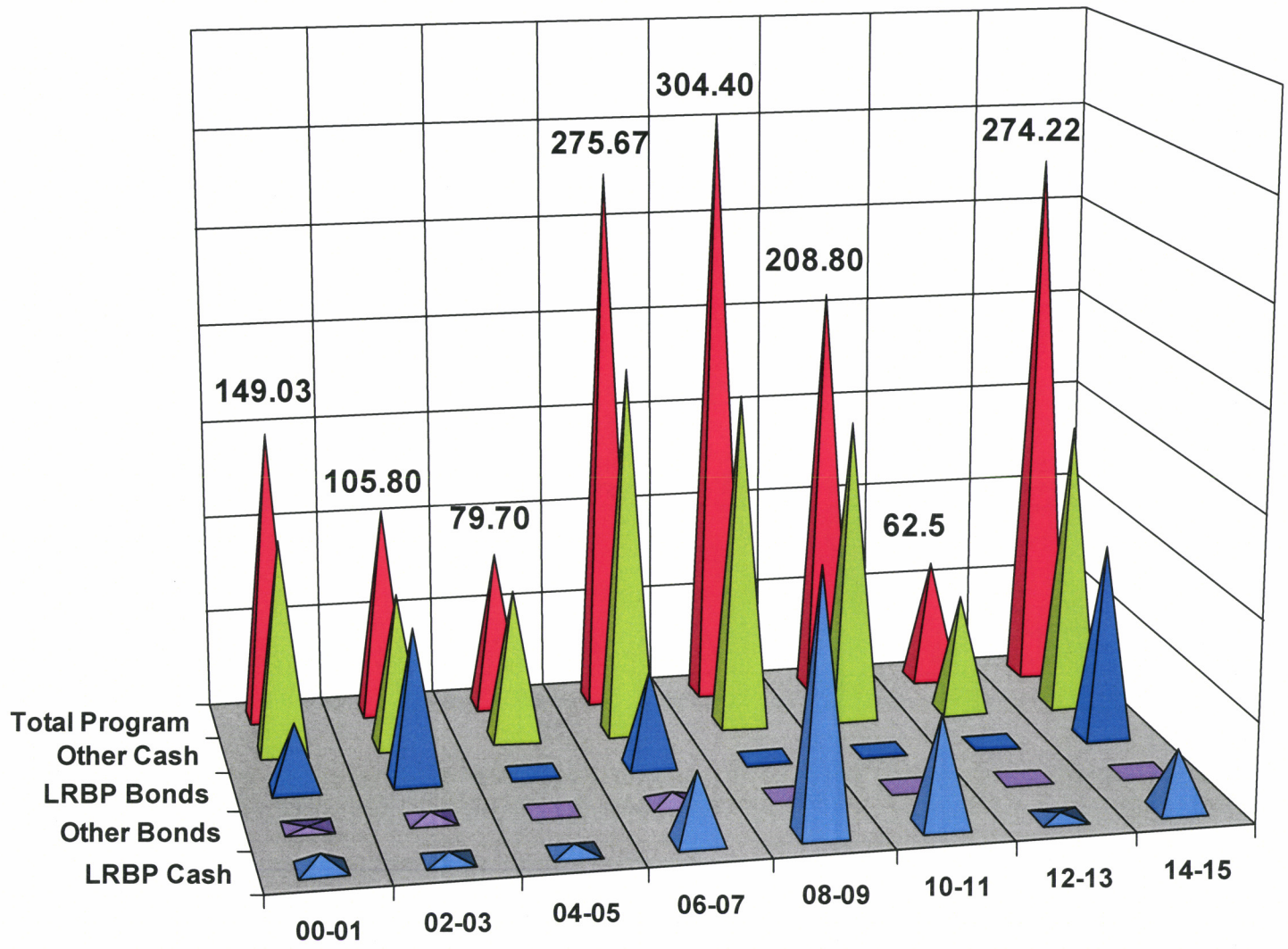
- HB #14 (Bond bill) - $173.50 million total
  - $98.1 million G.O. Bonds
  - $75.4 million "Other Funds"

LRBP Funding Summary:



Proposed Program, 2014 – 15 Biennium

Historical Perspective:



2014-2015 Biennium LRBP Proposal							
Agency	**LRBP Cash**	**LRBP Bonds**	**DEQ Funds (SBECP)**	**State Special**	**Federal Special**	**Other Funds**	**Total**
Board of Public Education	$195,000	$0	$0	$0	$0	$0	$195,000
Dept of Administration	$650,000	$23,000,000	$500,000	$2,600,000	$0	$5,500,000	$32,250,000
Dept of Agriculture	$0	$0	$0	$0	$0	$0	$0
Dept of Commerce	$0	$0	$0	$0	$0	$0	$0
Dept of Corrections	$26,511,000	$0	$1,100,000	$0	$0	$600,000	$28,211,000
Dept of Environmental Quality	$0	$0	$1,900,000	$0	$0	$0	$1,900,000
Dept of Fish, Wildlife & Parks	$0	$0	$0	$19,260,000	$7,100,000	$0	$26,360,000
Dept of Justice	$400,000	$1,200,000	$0	$0	$0	$1,600,000	$3,200,000
Dept of Labor & Industry	$0	$0	$0	$0	$0	$0	$0
Dept of Military Affairs	$650,000	$0	$0	$0	$19,030,000	$0	$19,680,000
Dept of Natural Resources	$300,000	$0	$0	$100,000	$0	$0	$400,000
Dept of Revenue	$0	$0	$0	$0	$0	$0	$0
Dept of Transportation	$0	$0	$0	$7,300,000	$0	$0	$7,300,000
Governor's Office	$0	$0	$0	$0	$0	$0	$0
Historical Society	$0	$0	$0	$0	$0	$0	$0
Public Health & Human Services	$1,520,000	$0	$0	$0	$0	$0	$1,520,000
University System	$0	$73,900,000	$0	$0	$0	$79,300,000	$153,200,000
Statewide Appropriations	$0	$0	$0	$0	$0	$0	$0
Totals	**$30,226,000**	**$98,100,000**	**$3,500,000**	**$29,260,000**	**$26,130,000**	**$87,000,000**	**$274,216,000**

LRBP - Summary

- LRBP appropriations are continuing approps.
- Currently administering $246 million from previous biennia
- If HB 5 & 14 are passed, total responsibility will be approximately $520 million.
- To administer the LRBP, A&E has approximately 300 projects at any one time.
- Projects serve Montanans from all walks of life.
- This concludes my presentation…Questions?