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# **Section IV**

## **Capital Budget**

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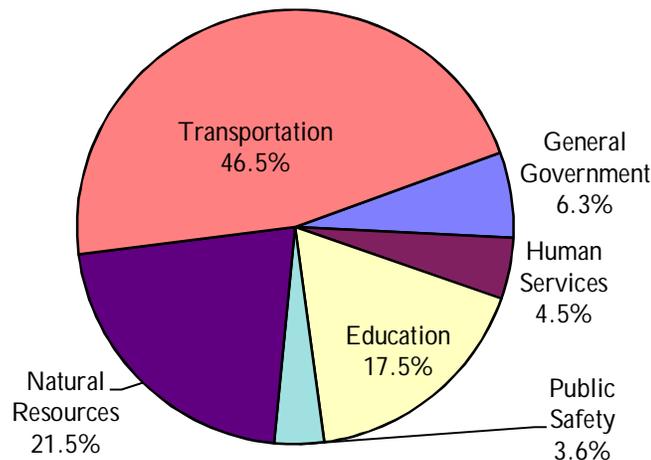
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# Capital Budget

## Summary

The Governor's five-year capital budget continues a process that began in 1991 and the capital budget document contains a presentation of the progress that has been made since then in attaining the capital budget goals that were formulated after review of the existing budget process. Most importantly, the document is the result of an ongoing capital budgeting process designed to ensure that there is public disclosure of the projects contemplated, that projects included are sufficiently advanced to lend credibility to the process, and that debt levels are presented and discussed.

### FY 2015 - FY 2019 Capital Projects by Function



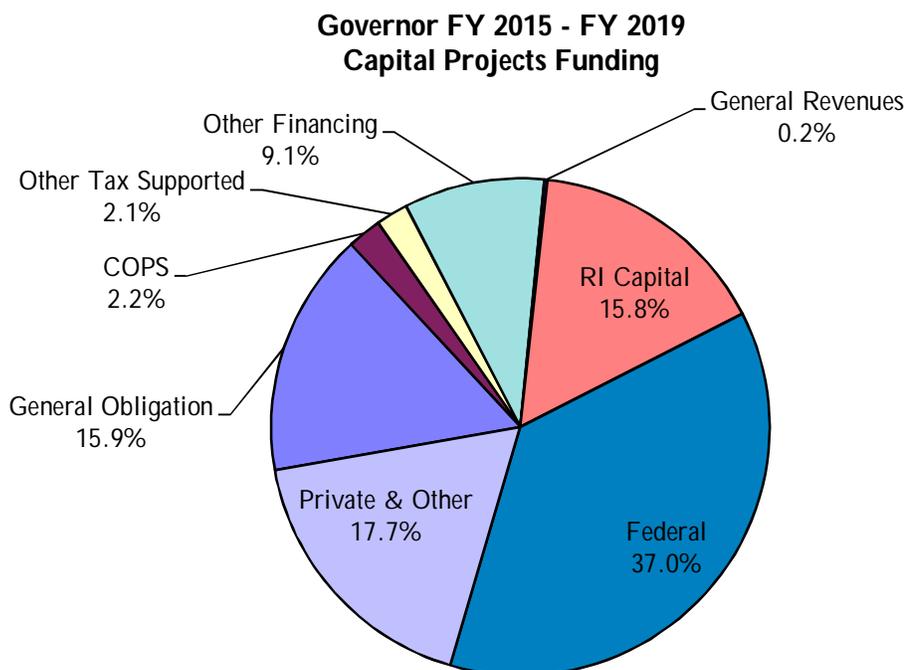
The Governor's five-year capital recommendations for FY 2015 through FY 2019 call for total outlays of \$3,633.3 million for the period. Financing the plan requires \$1,065.6 million of debt issuances and \$2,688.0 million from current revenue streams. Almost half of the expenditures are for transportation projects, including roads and bridges, rail, and public transportation. The next largest share is for natural resources project outlays. The two areas account for almost three-fourths of total outlays during the five-year period. Highlights of his capital budget include:

- **Outlays and Funding.** The FY 2015 through FY 2019 recommended plan includes \$3,633.3 million of outlays on \$8,473.5 million of project estimates. Average outlays would be \$726.7 million per year for the five-year period with \$473.6 million required at the end of the period to complete the projects.
- **General Obligation Bonds Referenda.** Financing the plan is based on \$577.9 million of general obligation bond debt issuances, including \$275.0 million from new general obligation bonds to be presented to the voters on the November 2014 ballot. Debt service on these bonds is paid from state general revenues, and once all are issued the annual debt service is estimated to be \$22.8 million.
- **Other Debt Approvals.** The plan also requires \$148.0 million to be approved by the 2014 Assembly under the Public Debt Management Act for information technology, T.F. Green Airport, Virks building restoration at the Pastore Center and construction of parking space and retail areas at the Garrahy Courthouse. The Budget also calls for \$52.1 million in additional debt for new historic tax credits. Those tax credit outlays are not in the capital budget totals; however, the debt service is.

- **Financing.** Paying for the five-year outlays includes \$1,065.6 million from debt financing and \$2,567.7 million from current or pay-go sources. Pay-go represents 70.7 percent with debt funding being 29.3 percent.
- **Debt Levels.** Total net tax supported debt increases during the period through FY 2019 by \$23.7 million from the \$1,889.9 million to \$1,913.6 million. However, past practice indicates that debt levels will be significantly higher as more projects are added within the five-year period of this capital budget.
- **Debt Ratios.** Net tax supported debt would remain unchanged at 3.9 percent of personal income reported for FY 2013 into FY 2014 before dropping gradually back to 2.9 percent in FY 2019 assuming that the capital budget is not increased. However, as with debt levels, past practice indicates it is likely to be higher than projected.
- **Debt Service.** Debt service in the recommended capital budget would increase from 6.4 percent of useable general revenues in FY 2014 to 6.8 percent in FY 2019.
- **Rhode Island Capital Plan Fund.** The plan relies heavily on the use of Rhode Island Capital Plan funds, an important source of pay-go funds designed to reduce the need for borrowing. Total outlays for the five year period are \$572.8 million. In certain instances the use of funds does not follow past practices, as illustrated in the recommendation for the Department of Corrections, which includes funding for personnel expenditures.

### Outlays and Funding

The total five-year outlays of \$3,633.3 million are supported by a mix of pay-as-you-go funding and financing. Almost three-quarters, 70.3 percent of outlays, are supported by current revenues, or pay-go, with the remaining 29.7 percent from financing.

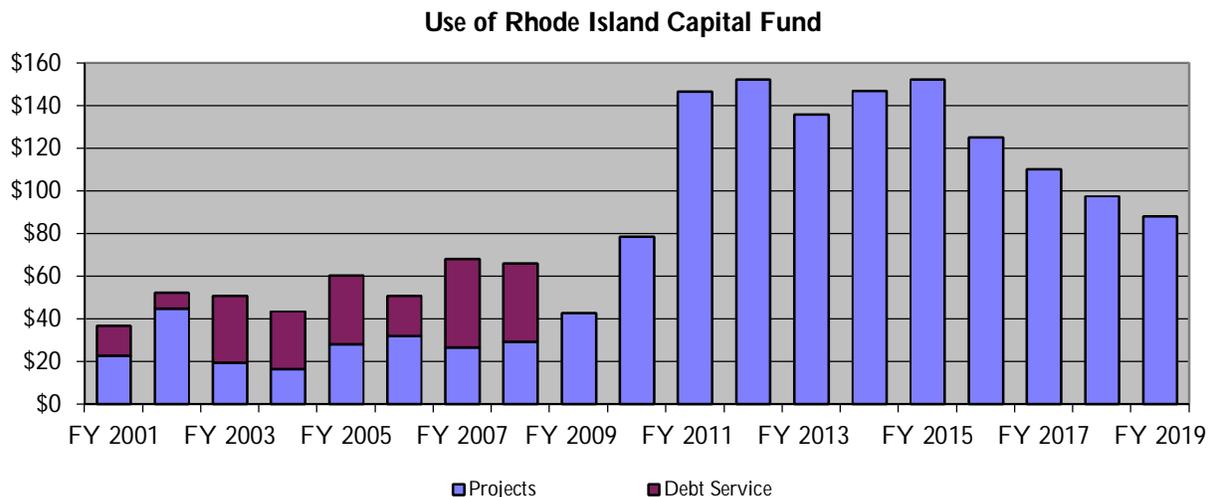


**Pay-Go.** The pay-go sources include \$1,345.9 million from federal sources, \$572.8 million from Rhode Island Capital Plan funds, \$6.3 million from general revenues, and \$642.7 million from private

and other sources. Federal funds remain the largest source of capital funding, providing 37.0 percent of all funding, and 52.4 percent of pay-go funding.

A primary source of state pay-go funding is the Rhode Island Capital Plan Fund. These revenues are derived from the amounts exceeding 2.0 to 5.0 percent of revenues in the state’s Budget Stabilization and Cash Reserve Account, or “rainy day fund.” The rainy day fund received 2.0 percent of all revenues and opening surpluses in FY 2008, increasing by 0.2 percent per year until reaching 3.0 percent in FY 2013. It was capped at 3.0 percent in FY 2008, increasing by 0.4 percent per year until reaching a 5.0 percent cap in FY 2013. Resources above the cap are transferred to the Rhode Island Capital Plan Fund.

The fund was used nearly exclusively for debt service in the early 1990s. Governor Almond began moving debt service back to general revenues as the economy improved in the latter half of that decade, reserving the capital fund for pay-go capital projects so as not to use any for debt service by FY 2002. However, the economic slowdown caused that to reverse beginning in FY 2002, with significant amounts again used for debt service. The 2006 Assembly noted that the Governor’s budget was increasingly relying on these funds for debt service, while increasing the amounts being financed. It submitted a constitutional amendment to limit the use of the fund to capital projects beginning in FY 2008, which the voters approved.

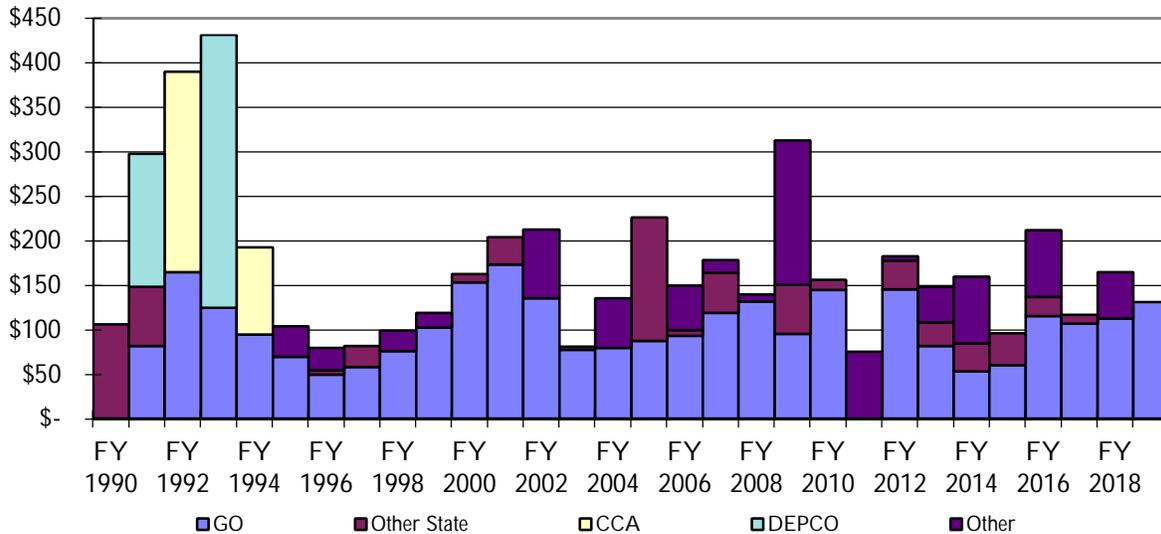


With the transition to the 5.0 percent cap complete, resources in the Rhode Island Capital Plan Fund have grown and begun to fulfill the purpose of lowering borrowing needs. An example of this is the annual \$21.1 million that is being used in lieu of borrowing to match federal transportation funds. Approximately \$100 million is transferred to this fund annually and programmed for use through the five-year capital plan. In addition to the transportation uses noted above, another primary use of the fund is for asset protection and other projects at the state’s public higher education institutions. These account for about one fourth of the use of the fund. The remaining half is used for the asset protection and improvements for state buildings including courts, prisons, hospitals and other state facilities such as dams, piers, parks and office buildings. Many of these ongoing investments are designed to extend the life of facilities and prevent the need for costly replacements.

**Debt Financing.** Proceeds from financing, \$1,065.6 million, constitute 29.3 percent of the funds available for outlays during the period. Tax supported financing comprises \$734.0 million, including \$577.9 million from general obligation bonds and \$80.4 million from Certificates of Participation. Outlays from tax supported financing are 68.9 percent of the financed outlays and 20.2 percent of all outlays.

Other non-tax supported financing supports \$331.6 million of outlays, or 9.1 percent. It includes debt such as \$10.8 million from GARVEE bonds for five major highway and bridge projects and \$140.3 million issued by the Rhode Island Health and Educational Building Corporation for higher education projects supported by University and College funds.

### Debt Issues



The term net tax supported debt refers to all debt for which an appropriation is or may be required. That includes not only general obligation bonds and direct state issuance, but also debt issued by other entities for which the state is pledged to an annual lease payment or to make an appropriation in the event of a default. Debt that is an obligation of the state for which a non-state entity makes the debt service payments is not generally considered as net tax supported debt. An example is the bonds issued for the Narragansett Bay Water Quality Management District Commission for which the Commission pays the debt service from user charges.

Debt issued by the colleges and university through the Rhode Island Health and Educational Building Corporation is also not included. This five-year budget includes expenditures of \$140.3 million from these bonds. It should be noted that it is the total charges to students that are used in tuition and fee comparisons to other institutions. Any tuition and fees used for debt service are not available for general operating expenses. This forms the context for general revenue requests by the Board of Education. Further, in the event of insufficient University and College revenues, it is likely that the state would intervene with appropriations rather than allow bondholders to take over assets financed.

The table on the next page shows debt service for Higher Education, funded from general revenues and tuition and fees from FY 2012 through FY 2021; this assumes voter approval of the Governor's proposed \$125.0 million referenda in November 2014 and \$25.5 million in November 2016 and no other new general obligation debt. General obligation debt is funded solely from general revenues. It also assumes no new debt is issued for projects funded through the Rhode Island Health and Educational Building Corporation for which debt service is paid from both general revenues and tuition and fees. There are, however, projects proposed that meet this description. As the table shows, debt service costs increase from FY 2012 levels by over \$10 million in the Governor's FY 2015 budget and would increase another \$10 million by FY 2019.

| <b>Unrestricted Debt Service</b> |            |            |             |              |
|----------------------------------|------------|------------|-------------|--------------|
| <i>(in millions)</i>             | <b>URI</b> | <b>RIC</b> | <b>CCRI</b> | <b>Total</b> |
| FY 2012                          | \$ 19.3    | \$ 4.7     | \$ 2.2      | \$ 26.2      |
| FY 2013                          | 25.3       | 5.7        | 3.2         | 34.2         |
| FY 2014 Gov.                     | 25.9       | 6.2        | 2.6         | 34.8         |
| FY 2015 Gov.                     | 26.6       | 6.8        | 2.9         | 36.3         |
| FY 2016*                         | 35.3       | 6.6        | 1.7         | 43.6         |
| FY 2017*                         | 36.5       | 6.5        | 2.2         | 45.1         |
| FY 2018*                         | 36.7       | 6.7        | 2.0         | 45.4         |
| FY 2019*                         | 37.7       | 6.7        | 2.0         | 46.3         |
| FY 2020*                         | 38.4       | 5.8        | 1.8         | 46.0         |
| FY 2021*                         | 36.3       | 5.5        | 1.5         | 43.3         |

*\*Assumes voter approval of \$125.0 million of phase I engineering referendum in November 2014 and \$25.5 million phase II in November 2016.*

**38 Studios.** In 2010 the Economic Development Corporation backed a \$75.0 million loan to 38 Studios through the Job Creation Guaranty Program. Of the loan amount, \$12.7 million was held in a capital reserve account and \$10.6 million was held on a capitalized interest account; 38 Studios defaulted on the loan after paying \$1.125 million of guaranty fees. The Corporation used the \$10.6 million to cover interest-only debt service from FY 2011 through FY 2013. The Governor’s FY 2015 recommendation includes a payment of \$12.3 million from general revenues budgeted in the Department of Administration. The debt service payments are accounted for in the Capital Budget along with all other debt obligations. It should be noted that total outstanding debt service totals \$99.3 million, but \$10.3 million from the program’s capital reserve fund reduces the general revenue need. Debt service payments for 38 Studios are due through FY 2021 for a total amount of \$89.1 million, as summarized in the table below.

|              | <b>Total Owed</b> | <b>Reserve Funds</b> | <b>General Revenues</b> |
|--------------|-------------------|----------------------|-------------------------|
| FY 2014      | 12,526,213        | (10,095,206)         | \$ 2,431,007            |
| FY 2015      | 12,511,463        | (176,463)            | 12,335,000              |
| FY 2016      | 12,499,113        | -                    | 12,499,113              |
| FY 2017      | 12,449,288        | -                    | 12,449,288              |
| FY 2018      | 12,378,881        | -                    | 12,378,881              |
| FY 2019      | 12,352,638        | -                    | 12,352,638              |
| FY 2020      | 12,322,300        | -                    | 12,322,300              |
| FY 2021      | 12,288,413        | -                    | 12,288,413              |
| <b>Total</b> | <b>99,328,309</b> | <b>(10,271,669)</b>  | <b>89,056,640</b>       |

### **New Debt Authorizations**

The Governor’s budget includes \$475.1 million of new debt authority for projects and tax credits in the five-year period that require approval by the General Assembly. Of this amount, \$275.0 million would be derived from general obligation bonds that would be placed on the November 2014 ballot for voter approval, and \$200.1 million would require approval by the Assembly under the Public Debt Management Act.

The Public Debt Management Act requires that all new debt authorizations be approved by the Assembly unless the Governor certifies that federal funds will be available to make all of the payments which the state is or could be obligated to make under the financing lease or guarantee; or the General Assembly has adjourned for the year with the expectation that it will not meet again until the following

year and the Governor certifies that action is necessary, because of events occurring after the General Assembly has adjourned, to protect the physical integrity of an essential public facility, to ensure the continued delivery of essential public services, or to maintain the credit worthiness of the state in the financial markets. Select quasi-public agencies are exempt. The 2009 Assembly rescinded the exception previously granted to the Rhode Island Resource Recovery Corporation.

The table below shows the \$475.1 million of recommended new debt authority requiring action by the 2014 General Assembly. It is followed by descriptions of the projects which would be funded by the new debt.

| <b>Governor's Recommended New Debt Authority</b> | <b>Amount</b>        | <b>Legislation</b> | <b>Debt Service</b>  |                   |
|--------------------------------------------------|----------------------|--------------------|----------------------|-------------------|
| <b>Bond Referenda</b>                            |                      |                    | <i>Annual Est. *</i> | <i>Source</i>     |
| <b>Higher Education</b>                          |                      |                    |                      |                   |
| URI Engineering Phase I                          | \$125,000,000        | Article 5          | \$10,343,125         | Gen. Rev.         |
| <b>Transportation</b>                            |                      |                    |                      |                   |
| Mass Transit Hub Infrastructure                  | 40,000,000           | Article 5          | 3,309,800            | Gen. Rev.         |
| <b>Water Infrastructure</b>                      |                      |                    |                      |                   |
| Water Pollution Abatement Projects               | 20,000,000           | Article 5          | 1,654,900            | Gen. Rev.         |
| Water Facilities Assistance                      | 15,000,000           | Article 5          | 1,241,175            | Gen. Rev.         |
| <b>Recreation and Environment</b>                |                      |                    |                      |                   |
| Brownfield Remediation                           | 5,000,000            | Article 5          | 413,725              | Gen. Rev.         |
| Green Infrastructure Grants                      | 4,000,000            | Article 5          | 330,980              | Gen. Rev.         |
| Flood Prevention                                 | 3,000,000            | Article 5          | 248,235              | Gen. Rev.         |
| Local Land Acquisition                           | 3,000,000            | Article 5          | 248,235              | Gen. Rev.         |
| Local Agriculture and Seafood Grants             | 500,000              | Article 5          | 41,373               | Gen. Rev.         |
| Farmland Development Rights                      | 3,000,000            | Article 5          | 248,235              | Gen. Rev.         |
| Shellfish Management and Restoration Facility    | 3,200,000            | Article 5          | 264,784              | Gen. Rev.         |
| Marine Infrastructure and Pier Development       | 4,300,000            | Article 5          | 355,804              | Gen. Rev.         |
| Park and Management Area Improvements            | 4,000,000            | Article 5          | 330,980              | Gen. Rev.         |
| State Land Acquisition                           | 4,000,000            | Article 5          | 330,980              | Gen. Rev.         |
| Lake Recreation and Restoration                  | 1,000,000            | Article 5          | 82,745               | Gen. Rev.         |
| Local Recreation Development Grants              | 4,000,000            | Article 5          | 330,980              | Gen. Rev.         |
| Distressed Communities Recreation Grants         | 1,000,000            | Article 5          | 82,745               | Gen. Rev.         |
| <b>Arts</b>                                      |                      |                    |                      |                   |
| Creative and Cultural Economy                    | 35,000,000           | Article 5          | 2,896,075            | Gen. Rev.         |
| <b>Total New Referenda</b>                       | <b>\$275,000,000</b> |                    | <b>\$22,754,875</b>  |                   |
| <b>Other Debt Instruments</b>                    |                      |                    |                      |                   |
| <b>Certificates of Participation</b>             |                      |                    |                      |                   |
| Information Technology                           | \$ 30,000,000        | Article 4          | \$ 3,885,137         | Gen. Rev.         |
| Virks Building Renovation                        | 13,000,000           | Article 4          | 1,252,450            | Gen. Rev/Federal  |
| Historic Structures Tax Credits                  | 52,100,000           | Article 15         | 7,200,000            | Gen. Rev.         |
| <b>Subtotal</b>                                  | <b>\$ 95,100,000</b> |                    | <b>\$12,337,587</b>  |                   |
| <b>Revenue Bonds</b>                             |                      |                    |                      |                   |
| T.F. Green Airport Improvements/Runway Ext.      | \$ 60,000,000        | Article 4          | \$ 4,500,000         | Airport Revenues  |
| Garrahy Courthouse Parking                       | 45,000,000           | Article 4          | 3,900,000            | State/Unspecified |
| <b>Subtotal</b>                                  | <b>\$105,000,000</b> |                    | <b>\$ 8,400,000</b>  |                   |
| <b>Total New Debt Authorization Recommended</b>  | <b>\$475,100,000</b> |                    | <b>\$43,492,462</b>  |                   |

*\*GO debt based on 20 years and 5.0 percent interest, Garrahy is Staff estimate of 20 years and 5.5 percent, other debt according to terms specified in supporting documents.*

**General Obligation Bond Referenda.** The Governor's Capital Budget includes \$275.0 million in new referenda to be presented to the voters in November 2014 through four separate questions, some of which have distinct components. Section 35-3-7.1 of the Rhode Island General Laws provides that bond referenda

only be presented during election years absent special circumstances. Debt service on these bonds is paid from state general revenues and once all are issued the annual debt service is estimated to be \$22.8 million. These individual projects are described in greater detail below.

*URI Engineering Phase I.* The Governor includes \$125.0 of new general obligation bonds for the first phase of a project to renovate and build additions to the College of Engineering complex at the University of Rhode Island. Funding is programmed to begin in FY 2016. His capital budget also indicates \$25.5 million from general obligation bonds would be placed on the November 2016 ballot for the second phase programmed to begin in FY 2018.

*Mass Transit Hub Infrastructure.* The Governor includes \$40.0 million to undertake major enhancements and renovations to mass transit hub infrastructure throughout the state. The Public Transit Authority, Department of Transportation and Division of Statewide Planning are conducting a comprehensive operational analysis to determine if the current transit hub system is the most efficient structure. Funding is programmed to begin in FY 2016.

*Water Pollution Abatement Projects.* The Governor includes \$20.0 million for loans to be issued by the Clean Water Finance Agency. The proposed funding is for the Clean Water State Revolving Loan Fund, a subsidized loan program for local governmental units to finance wastewater infrastructure projects.

*Water Facilities Assistance.* The Governor includes \$15.0 million for the Water Facilities Assistance Program. The funding would enable the Water Resources Board to issue grants to local water suppliers to implement water resource programs. It should be noted that Article 8 of the Governor's budget proposes the construction of water interconnections between the supplies of the Pawtucket Water Supply Board, the East Providence Water Division and the Bristol County Water Authority, provided that the proposed referenda is approved.

*Brownfield Remediation.* The Governor includes \$5.0 million for brownfield remediation projects.

*Green Infrastructure Grants.* The Governor includes \$4.0 million for grants to public, private, and non-profit entities for green infrastructure projects.

*Flood Prevention.* The Governor includes \$3.0 million for grants to public and non-profit entities for projects related to dam repairs and restoration of coastal habitats, rivers and stream floodplains.

*Local Land Acquisition.* The Governor includes \$3.0 million for grants to municipalities, local land trusts, and non-profit organizations to preserve open space in Rhode Island.

*Local Agriculture and Seafood Grants.* The Governor includes \$0.5 million for grants to farmers and non-profit organizations for acquiring, renovating, and constructing agricultural structures that enhance the viability and profitability of Rhode Island's food system.

*Farmland Development Rights.* The Governor includes \$3.0 million for farmland acquisition.

*Shellfish Management and Restoration Facility.* The Governor includes \$3.2 million for a facility that would serve as the base of operations for shellfish management and restoration in the state.

*Marine Infrastructure and Pier Development.* The Governor includes \$4.3 million for marine infrastructure and pier development at sites critical to Rhode Island's fishing industry.

*Park and Management Area Improvements.* The Governor includes \$4.0 million for improvements at Rhode Island parks and management areas.

*State Land Acquisition.* The Governor includes \$4.0 million for the purchase of land, development rights and conservation easements statewide.

*Lake Recreation and Restoration.* The Governor includes \$1.0 million for long-term projects to improve water quality in lakes as well as access to and recreational opportunities on Rhode Island's freshwater bodies.

*Local Recreation Development Grants.* The Governor includes \$4.0 million for grants to municipalities for recreation development and acquisition projects.

*Distressed Communities Recreation Grants.* The Governor includes \$1.0 million for grants to distressed communities for parkland development and acquisition.

*Creative and Cultural Economy.* The Governor includes \$35.0 million for preservation and renovation projects at public and nonprofit performance centers, historic sites, museums and cultural arts centers throughout the state. The project will include \$30.0 million for cultural arts and economy projects and \$5.0 million for municipalities and nonprofits to improve historic sites, museums and cultural centers.

**Public Corporation Debt Management Act Debt Issues.** The Governor's Budget also includes \$200.1 million of new authorization for debt that would not require voter approval, as described below.

*Information Technology.* The Governor proposes issuance of \$30.0 million from Certificates of Participation to finance and invest in information technology projects. Detailed information lists a total of 13 projects, including \$6.5 million for a project that would ensure that personnel costs are properly allocated to federal and other sources. Assuming a 5.0 percent interest rate and a 10-year term, the annual debt service would be \$3.9 million.

*Virks Building.* The Governor proposes issuance of \$13.0 million from Certificates of Participation to renovate the Virks building in the Pastore Center. The Executive Office of Health and Human Services will occupy the facility once it is renovated. The projected annual debt service would be \$1.3 million over 15 years, half of which would be supported by federal funds. The project would include interior renovations, including the electrical system, the heating, ventilation, and air conditioning system, and furniture and fixtures. The building currently serves as a psychiatric geriatric unit of the Eleanor Slater Hospital, which the administration plans to relocate to the Mathias building during construction.

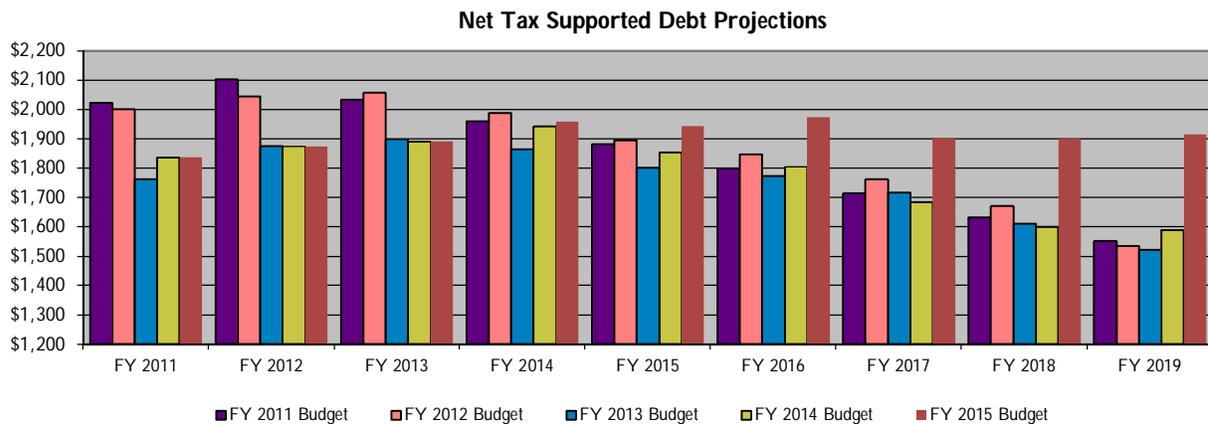
*Historic Structures Tax Credit.* The 2013 General Assembly extended the authorization to issue bonds to satisfy tax credit obligations incurred under the Historic Structures Tax Credit program to include replacement projects through a reconstituted program, but retained the \$299.9 million cap on the total that could be borrowed to pay for processing fee reimbursements and reimburse the state for tax credits issued for qualified projects. Article 15 includes authorization for an additional \$52.1 million in debt for replacement projects, increasing the total to \$352.0 million. Estimated debt service for the additional borrowing is \$7.2 million annually or \$64.4 million assuming 4.5 percent interest and a nine year term.

*T.F. Green Improvements.* The Governor includes a recommendation for the Airport Corporation to issue up to \$60.0 million of revenue bonds for various improvements at T.F. Green Airport, including the extension of the main runway. The projected annual debt service would be \$4.5 million and supported by Airport Corporation revenues.

*Garrahy Courthouse Parking.* The Governor proposes borrowing up to \$45.0 million for the Garrahy Courthouse parking project, which will include construction of approximately 1,250 parking spaces and 13,800 square feet of retail space. The proposed authorization does not identify financing specifics. Debt service payments would be supported by parking revenues, which may be state subsidized. Assuming 5.5 percent interest for 20 years. The debt service would be approximately \$3.9 million annually, but the unidentified factors will significantly impact this estimate.

### Debt Levels

Total net tax supported debt increases by \$23.7 million from the \$1,889.9 million reported for the end of FY 2013 during the period through FY 2019 to \$1,913.6 million. Net tax supported debt had dropped to \$1,280.9 million in FY 2003 after the state used \$247.6 million of special revenue bonds backed by the state's tobacco master settlement agreement to defease general obligation bond debt in FY 2002.



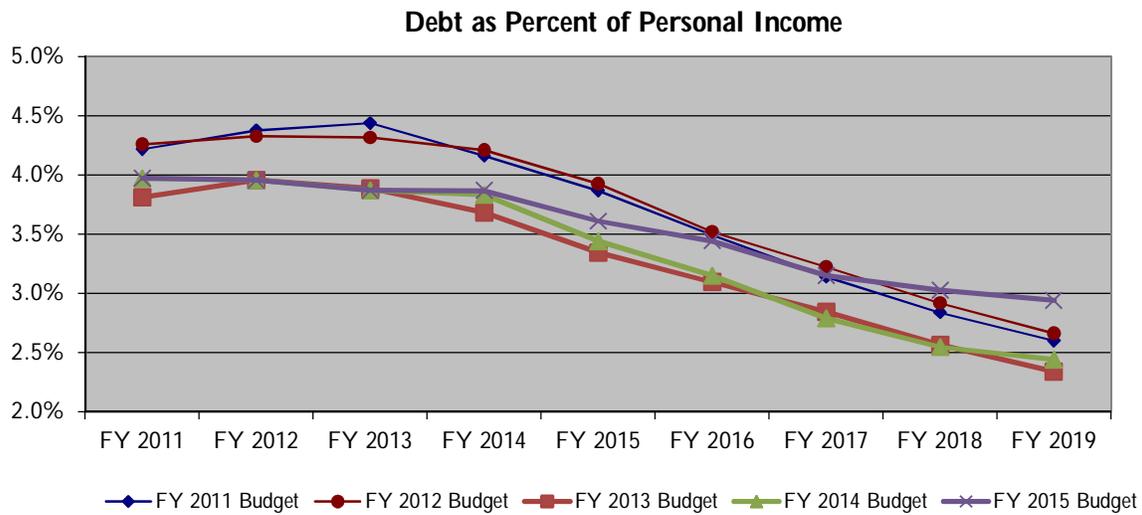
Past practice indicates that debt levels will be significantly higher as more projects are added within the five-year period of this capital budget. The above chart shows projected debt levels for FY 2011 through FY 2019 in the past five budgets. The FY 2017 debt projection presented in the FY 2015 capital budget is \$216.6 million more than the FY 2017 projection in the FY 2014 capital budget, and \$184.2 million more than presented in the FY 2013 budget.

Debt is often expressed as a percent of state personal income as a measure to compare across jurisdictions; state personal income is a rough measure of the state's wealth, and therefore its potential ability to service its debt. Net tax supported debt would decrease from 4.0 percent of personal income reported for FY 2013 to 3.9 percent in FY 2014 before dropping gradually back to 2.9 percent in FY 2019 assuming that the capital budget is not increased.

Debt ratios began increasing significantly in FY 1988, reaching a peak in FY 1994 as the Depositors Economic Protection Corporation and Convention Center debt was added. In FY 1994, net tax supported debt reached 8.4 percent of personal income. The current and prior administrations have expressed the reduction of that ratio as a major capital policy goal. The FY 2004 level of 3.7 percent is the lowest amount since Staff began keeping track in FY 1991 due to use of the tobacco master settlement agreement revenues securitization.

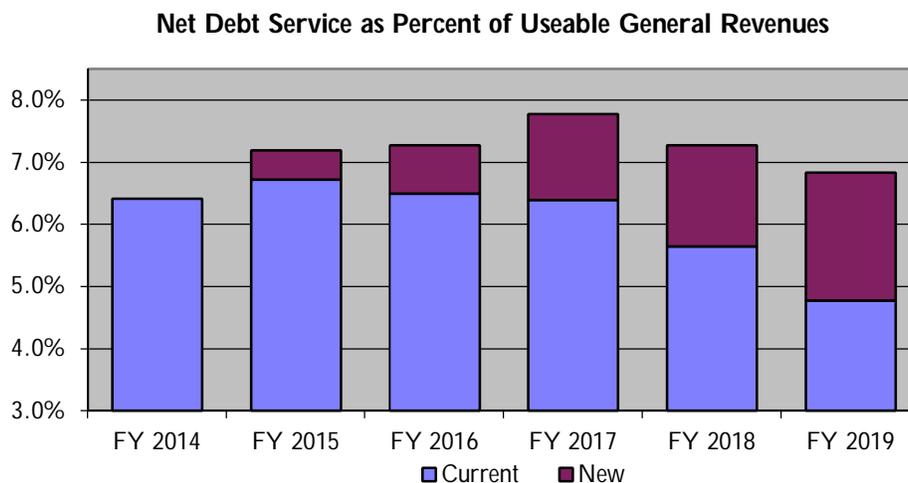
However, as with debt levels, past practices indicate it is likely to be higher than projected. The following chart shows projected debt as percent of personal income for FY 2011 through FY 2019 in the past five budgets. The FY 2013 Budget projected FY 2017 debt at 2.8 percent of personal income, which is the same as projected in the FY 2014 budget and 30 basis points lower than the 3.1 percent

projected in the FY 2015 budget. The projections assume that the debt levels do not increase in subsequent budgets.



### Debt Service

Useable general revenues are estimated collections net of the transfers to the Budget Stabilization and Cash Reserve account. These transfers ultimately become Rhode Island Capital Plan funds and cannot be used for debt service. The term net tax supported debt refers to all debt for which an appropriation is or may be required. That includes not only general obligation bonds and direct state issuance, but also debt issued by other entities for which the state is pledged to an annual lease payment or to make an appropriation in the event of a default. The proportion of net tax supported to useable general revenues provides a snapshot of how the state is leveraging its debt compared to available resources eligible to pay off that debt. For FY 2012 and FY 2013, debt service as a percent of general revenues was 6.1 percent and 6.0 percent, respectively



Debt service in the recommended capital budget would increase from 6.3 percent of useable general revenues in FY 2014 to 6.7 percent in FY 2019, a 40 basis point increase. During this same period, debt service as a percent of useable general revenues peaks at 7.6 percent, before dropping back to 6.7 percent in FY 2019. Some of that drop off is related to prior efforts to shift capital to pay-go funding.

## Department of Administration

| Projects                       | 5 Year Total          | Project Total         |
|--------------------------------|-----------------------|-----------------------|
| Pastore Center                 | \$ 38,334,723         | \$ 92,144,269         |
| Other State Facilities         | 58,810,000            | 122,530,537           |
| Other Projects                 | 81,047,402            | 149,603,119           |
| <b>Total</b>                   | <b>\$ 178,192,125</b> | <b>\$ 364,277,925</b> |
| <b>Sources of Funds</b>        |                       |                       |
| Certificates of Participation  | \$ 48,000,000         | \$ 96,100,000         |
| General Obligation Bonds       | 27,897,402            | 44,910,833            |
| General Obligation Bonds - New | 15,000,000            | 15,000,000            |
| Rhode Island Capital Funds     | 87,294,723            | 208,267,092           |
| <b>Total</b>                   | <b>\$ 178,192,125</b> | <b>\$ 364,277,925</b> |

**Summary.** The Department of Administration requests total capital expenditures of \$403.3 million, of which \$173.6 million will be spent in the five-year period for 43 projects; two of which are new. Funding in the five-year plan includes \$30.0 million from Certificates of Participation, which will require Assembly approval, \$18.8 million from new general obligation bonds to be submitted to the voters on the November 2014 ballot, \$21.5 million from approved general obligation bond proceeds and \$103.2 million from Rhode Island Capital Plan funds. The request is \$48.9 million more than the approved plan and reflects funding for a new \$30.0 million Information Technology Strategic Plan and for a Water Facilities Assistance program.

For many of the projects, the Department assumes that all of the Rhode Island Capital Plan funds provided in FY 2013 were spent; however, information obtained from the state's accounting system indicates that there are available carry forward funds. The Department indicates that when it was in the process of developing the capital budget, it did not have all the final expenditures for the project.

*The Governor recommends expenditures totaling \$364.3 million, of which \$178.2 million will be used in the five-year period. This includes \$43.0 million from Certificates of Participation that will require Assembly approval for two projects and \$15.0 million from new general obligation bonds to be submitted to the votes on the November 2014 ballot.*

*The recommendation is \$9.8 million more than the approved plan primarily for the inclusion of the two new projects and is \$39.0 million less than requested, to reflect the exclusion of prior year expenditures. Overall, funding for several projects was revised to reflect delays and/or availability of capital funds to accommodate the Governor's capital plan.*

| Projects                                       | Status  | 5 Year Total         | Project Total        |
|------------------------------------------------|---------|----------------------|----------------------|
| <i>Pastore Center</i>                          |         |                      |                      |
| Pastore Center Buildings Demolition            | Revised | \$ 4,700,000         | \$ 7,882,044         |
| Pastore Center Fire Code Compliance            | Revised | 3,300,000            | 7,206,415            |
| Pastore Center Harrington Hall                 | Revised | 1,400,000            | 2,580,000            |
| Pastore Center Mathias Building                | Revised | 800,000              | 2,050,000            |
| Pastore Center Parking                         | Revised | 2,490,000            | 4,050,000            |
| Pastore Central Power Plant                    | Revised | 1,194,723            | 33,417,833           |
| Pastore Center Rehabilitation                  | Revised | 6,400,000            | 11,699,031           |
| Pastore Center Utilities Upgrade               | Revised | 4,000,000            | 7,378,544            |
| Pastore Center Virks Building Renovation       | Revised | 13,000,000           | 13,593,587           |
| Pastore Center Cottages Rehabilitation         | Ongoing | 800,000              | 1,492,239            |
| Pastore Center Utilities Water Tanks and Pipes | Ongoing | 250,000              | 794,576              |
| <b>Total</b>                                   |         | <b>\$ 38,334,723</b> | <b>\$ 92,144,269</b> |

**Pastore Center Buildings Demolition.** The Department requests \$9.1 million from Rhode Island Capital Plan funds to be used through FY 2018 to remove asbestos and demolish buildings in the Pastore Center. In FY 2013, the Department demolished buildings A and D and hired an engineering firm to develop a demolition plan for additional buildings. The request includes a total of \$3.9 million in FY 2014 and FY 2015 to demolish buildings 79, 80 and Varley. Remaining demolition includes Welcome Arnold, three maintenance facility shops, Pinel and the Eastman House. The total project cost is \$0.2 million more than the approved plan and the Department advances \$0.5 million from FY 2017 to FY 2015 to reflect anticipated expenditures. *The Governor recommends \$7.9 million, including the requested \$4.7 million to be spent in FY 2015 through FY 2018. The recommendation is \$1.0 million less than the approved plan, primarily from reducing expenditures in the current year to reflect project delays.*

**Pastore Fire Code Compliance.** The Department requests \$7.6 million from Rhode Island Capital Plan funds, of which \$3.4 million will be used in the five-year period to install and upgrade existing fire alarm and sprinkler systems on the Pastore Center and the Zambarano Campus of Eleanor Slater Hospital. The total project cost is \$1.4 million less than the approved plan, reflecting a reduction primarily from FY 2014 based on a revised construction schedule. The approved plan assumes that the Department would install sprinklers in three buildings and design the sprinkler systems for Benjamin Rush, Zambarano power plant, maintenance shops and the laundry facility. The request does not assume any installation of sprinklers or fire alarms in FY 2014. The Department indicates that this is due to the vacancy of a chief of inspection position, which is responsible for overseeing this project.

The request assumes that all of the \$1.7 million provided in FY 2013 was spent. Based on information obtained from the state's accounting system, it appears that \$0.7 million is available in carry forward funding.

*The Governor recommends total capital expenditures of \$7.2 million, \$0.4 million less than requested and \$1.9 million less than the approved plan, which reflects the exclusion of \$0.9 million of prior year expenditures. The recommendation includes \$0.6 million in FY 2014 and a total of \$3.3 million in the five-year period.*

**Pastore Center Harrington Hall.** Consistent with the approved plan, the Department requests Rhode Island Capital Plan fund expenditures of \$1.5 million to renovate the Harrington Hall in the Pastore Center. The renovations will include updating the heating, ventilation and air conditioning system,

painting and a new kitchen. The building was built in 1936, has a total square footage of 22,071 and is used as a homeless shelter for men. The shelter occupies a former gymnasium and has an 88-bed capacity with two bathrooms and three showers. A request for proposals for architectural and engineering services has been advertised and the Department anticipates that construction will be completed in the fall of 2014.

*The Governor recommends a total project cost of \$2.6 million, \$1.1 million more than approved to reflect a shift in funding, which was previously included in the Pastore Rehabilitation project to repair the roof in Harrington Hall.*

**Pastore Mathias Building Renovations.** The Department requests a total project cost of \$2.4 million from Rhode Island Capital Plan funds, of which \$1.6 million and \$0.8 million will be used in FY 2014 and FY 2015, respectively, to renovate the Mathias Building in the Pastore Center. Renovations will include roof repairs, upgrades to the heating, ventilation and air conditioning system and telecommunication improvements. The request has been revised to include new expenditures of \$0.8 million for interior renovations to enable tenants from the Varley building to occupy the facility. The Varley building will be demolished to provide space for the hospital consolidation project. *The Governor concurs, with the exception of including \$350,000 in FY 2014.*

**Pastore Center Parking.** The Department requests capital expenditures of \$4.1 million from Rhode Island Capital Plan funds to construct additional parking spaces in the Pastore Center. A parking needs assessment was completed in 2002 and since then several state agencies including the Department of Business Regulation, the Traffic Tribunal and the Division of Motor Vehicles have relocated to the Pastore Center. The Department indicates that during winter conditions, overflow parking has made it difficult for emergency vehicles to get by.

The request is \$2.4 million more than the approved plan to reflect a second phase to address problems with the current drainage system and the curb sites. It also includes rehabilitation costs for parking across from Minimum Security along Howard Avenue and entrance parking from West Road to the rear of the Regan Hospital.

The request assumes that all of the \$1.4 million provided in FY 2013 was spent. Based on information obtained from the state's accounting system, it appears that \$0.4 million is available in carry forward funding. *The Governor recommends the total project costs as requested; however, he reprograms expenditures to delay phase III of the project from FY 2016 and FY 2017 to FY 2018 and FY 2019.*

**Pastore Central Power Plant.** The Department requests \$33.8 million from approved Certificates of Participation and Rhode Island Capital Plan funds to continue work on the Central Power Plant in the Pastore Center to bring one of the boilers to a high state of reliability. The request assumes use of \$2.6 million in FY 2014 through FY 2017 to purchase and install a diesel Blackstart generator. The total project cost is \$0.2 million more than the approved plan, including the inadvertent exclusion of \$0.8 million from Certificates of Participation, which the Department indicates was spent in FY 2013. This is offset by new expenditures of \$1.0 million in FY 2016 and FY 2017 to upgrade the control panels, condensate and steam piping. *The Governor includes a total project cost of \$33.4 million, \$0.4 million less than the request to reflect an adjustment to prior year expenditures.*

**Pastore Center Rehabilitation.** The Department requests a total project cost of \$12.8 million from Rhode Island Capital Plan funds, of which \$8.2 million will be used in the five-year period to fund major maintenance and capital repairs for 4 of its 14 buildings at the Pastore Center, now under the responsibility of the Division of Facilities Management. Work will focus on the Benjamin Rush,

Louis Pasteur, Hazard and the Harrington buildings and will address various code and structural deficiencies. The total project cost is \$3.9 million more than the approved plan and has been revised to include \$2.2 million for masonry repointing, window replacement and roof repair of the Hazard building and it also includes additional costs for heating, ventilation and air conditioning for the Louis Pasteur building.

The request assumes that all of the \$2.3 million provided in FY 2013 was spent. Based on information obtained from the state's accounting system, it appears that \$0.6 million is available in carry forward funding.

*The Governor recommends total expenditures of \$11.7 million, \$1.1 million less than requested to reflect a shift of funding to the Harrington Hall project for roof repairs, which was previously budgeted as part of this project, but is now shown separately.*

**Pastore Center Utilities Upgrade.** The Department requests \$9.6 million from Rhode Island Capital Plan funds, of which \$3.6 million will be used in FY 2015 and FY 2016 to repair and make improvements to the electrical distribution system in the Pastore Center. The Department notes that some of the underground wiring is over 40 years old, and has exceeded its useful life. An engineering survey was conducted in 2001 and concluded that the existing system is undersized and would possibly not support major future construction projects like the Reintegration Center, the new training school and others.

The request is \$1.5 million more than the approved plan, primarily for the inclusion of funding to overhaul a generator in Zambarano and new switchgear and feeders for a generator in the Forand building, which is occupied by the Division of Motor Vehicles.

*The Governor recommends total project costs of \$7.4 million. This reflects the exclusion of \$2.6 million in prior year expenditures and adds \$0.4 million in FY 2015 based on updated project costs.*

**Pastore Center Virks Building Renovation.** The approved plan includes \$1.0 million from Rhode Island Capital Plan funds in FY 2014 to repair the roof on the Virks building in the Pastore Center. The Department requests additional expenditures of \$8.0 million for interior renovations, including the electrical system, the heating, ventilation, and air conditioning system, and furniture and fixtures. The Department also notes that if funding for asset protection is not provided, the building will deteriorate to a point where it will have to be demolished. The building currently serves as a psychiatric geriatric unit of the Eleanor Slater Hospital, which the administration plans to relocate to Mathias during construction.

The request assumes use of \$0.3 million in FY 2014 to hire an architectural and engineering firm to prepare a bid for exterior and interior rehabilitation. It should be noted that in FY 2009, the Assembly provided \$0.3 million for architectural and engineering services to reflect the Department of Administration's plan to renovate this facility; however, the plan could not move forward but the architectural and engineering plan was completed. Subsequently, the Department indicates that it has petitioned the Division of Purchasing to allow the original architectural plan to be updated as opposed to obtaining services for a new plan.

*The Governor recommends a total project cost of \$13.6 million. This includes \$13.0 million from new Certificates of Participation and \$0.6 million from Rhode Island Capital Plan funds, of which \$0.3 million will be used in FY 2014 for architectural and engineering services. The Office of Health and*

*Human Services will occupy the facility once it is renovated. The projected annual debt service would be \$1.3 million over 15 years, half of which would be supported by federal funds.*

**Pastore Cottages Rehabilitation.** The Department requests project costs of \$1.7 million from Rhode Island Capital Plan funds to renovate three four-bedroom cottages at the Pastore Center for office space. The Department of Administration notes that an agreement with the Historical Preservation and Heritage Commission requires that the cottages be preserved for their historic significance. The Department indicates that if the cottages are not restored soon, they will be beyond repair and will have to be demolished. The total project cost is \$0.2 million more than the approved plan to reflect updated construction costs. The Department anticipates that construction will start in February 2014 and will be completed in March 2015. *The Governor recommends \$1.5 million, \$0.2 million less than requested in FY 2014.*

**Pastore Center Utilities Water Tanks and Pipes.** The Department requests a total project cost of \$1.7 million from Rhode Island Capital Plan funds, of which \$250,000 will be used in FY 2015 to identify and address deficiencies at the Pastore Center with respect to water supply and distribution. The total project cost is \$0.1 million more than the approved plan to reflect a revised construction cost for the replacement of 1,000 feet of water main in FY 2015. *The Governor concurs, with the exception of excluding \$0.9 million from prior years' expenditures.*

| Projects                               | Status  | 5 Year Total         | Project Total         |
|----------------------------------------|---------|----------------------|-----------------------|
| <i>Other State Facilities</i>          |         |                      |                       |
| Cannon Building                        | Revised | \$ 1,340,000         | \$ 3,311,579          |
| Convention Center Facility Renovations | Revised | 5,000,000            | 6,346,000             |
| Dunkin Donuts Center                   | Revised | 7,400,000            | 8,325,000             |
| IT Enterprise Operations Center        | Revised | 1,830,000            | 11,618,000            |
| Ladd Center Buildings Demolition       | Revised | 2,100,000            | 4,639,321             |
| McCoy Stadium Repairs                  | Revised | 1,250,000            | 3,022,609             |
| Old Colony House                       | Revised | 450,000              | 1,661,209             |
| Old State House                        | Revised | 3,045,000            | 3,694,839             |
| State Office Building                  | Revised | 5,100,000            | 7,758,188             |
| Washington County Government Center    | Revised | 1,400,000            | 4,226,070             |
| William Powers Building                | Revised | 3,520,000            | 8,380,802             |
| Zambarano Buildings and Utilities      | Revised | 3,050,000            | 6,524,660             |
| Big River Management Area              | Ongoing | 600,000              | 1,375,475             |
| Chapin Health Laboratory               | Ongoing | 2,825,000            | 3,225,000             |
| Cranston Street Armory                 | Ongoing | 4,000,000            | 6,797,791             |
| Fire Code Compliance                   | Ongoing | 2,500,000            | 3,565,245             |
| Francis Street Parking Improvement     | Ongoing | -                    | 4,150,000             |
| Ladd Rubble Pile                       | Ongoing | -                    | 195,161               |
| State House Renovations                | Ongoing | 13,400,000           | 18,108,265            |
| Veterans Memorial Auditorium Repairs   | Ongoing | -                    | 14,855,323            |
| Zambarano Wood Chip Boiler             | Ongoing | -                    | 750,000               |
| <b>Total</b>                           |         | <b>\$ 58,810,000</b> | <b>\$ 122,530,537</b> |

**Cannon Building.** The Department requests a total project cost of \$3.8 million from Rhode Island Capital Plan funds, of which \$1.3 million will be used in the five-year period for ongoing repairs and renovations to the Cannon Building, including new carpet installation. The Department also plans to renovate the restrooms and improve the exterior sidewalk and the delivery area to allow large trucks access to load and unload materials. The total project cost is \$0.1 million more than the approved plan

and reflects a shift of \$0.6 million previously budgeted in the out-years to FY 2017 to expedite the renovations of five restrooms. *The Governor recommends a total project cost of \$3.3 million, \$0.4 million less than the approved plan.*

**Convention Center Facility Renovations.** The Department requests \$9.7 million from Rhode Island Capital Plan funds, of which \$8.1 million will be used in the five-year period for improvements to the Convention Center Facility. The Authority indicates that as the facility continues to age, preventive maintenance is required in order to maintain the venue to attract as well as to keep customers. The request is \$4.2 million more than the approved plan to reflect new expenditures for the parking garage and a new roof for the facility in FY 2019. The request includes \$1.1 million in FY 2014 for carpet replacement and repairs to the heating, ventilation and air conditioning system, \$58,500 more than enacted.

The state must pay Convention Center debt service that is not covered by operating revenue. To the extent the Convention Center Authority sets aside resources for upkeep, its operating deficit grows. When that happens, the state's debt service costs increase.

The request assumes that all of the \$0.5 million provided in FY 2013 was spent. Based on information obtained from the state's accounting system, it appears that \$0.2 million is available in carry forward funding. *The Governor recommends total costs of \$6.3 million, which is \$3.4 million less than requested and is \$0.8 million more than the approved plan. The recommendation assumes use of \$1.0 million each in the five-year period.*

**Dunkin Donuts Center.** Consistent with the approved plan, the Department requests \$6.5 million from Rhode Island Capital Plan funds for renewal and replacement expenses for the Dunkin Donuts Center. The Dunkin Donuts Center was purchased by the Convention Center Authority with revenue bonds and leased back to the state. Rental payments from the Dunkin Donuts Center lease are applied to the debt service payments on the revenue bonds. As part of the bond covenants from the 2006 revenue bonds used to purchase the facility and fund renovations, funds must be set aside each year to maintain the facility. *The Governor recommends total project costs of \$8.3 million, \$1.9 million more than the approved plan to reflect funding for FY 2019.*

**IT Enterprise Operations Center.** The Department requests \$11.9 million from Rhode Island Capital Plan funds, of which \$1.8 million will be used in the five-year period for various projects including refinishing the surface parking lot, fencing the property, replacing the chiller and boiler, and improving the heating, ventilation and air conditioning system. In the fall of 2009, the Department purchased a building off Jefferson Boulevard, which went through a major renovation and the Department moved in November 2011. The request is \$1.2 million more than the approved plan and appears to have excluded prior year expenditures of \$0.9 million from general revenues and other sources. The project has been revised to include funding for the chiller and boiler. It is unclear as to why this was not part of the original renovation given the nature of the equipment in the building.

*The Governor concurs with the Department's request to add \$1.8 million for asset protection in the five-year period. The total recommendation includes \$0.1 million less in prior year expenditures and decreases the FY 2014 request by \$0.2 million.*

**Ladd Center Buildings Demolition.** The Department requests \$6.5 million from Rhode Island Capital Plan funds to demolish 12 buildings at the former Ladd school properties in Exeter. The goal of the project is to demolish structures and backfill all foundations, landscape and provide for additional open space. These buildings were constructed in the mid-1900s and have been vacant for

many years. In FY 2013, four buildings were demolished: Higgins, Green, Riverfield, and Howe. The project has been revised to include new expenditures of \$1.5 million in FY 2016 and FY 2017 to demolish three more buildings. *The Governor recommends total project costs of \$4.6 million, of which \$2.1 million will be used in the five-year period. The recommendation is \$0.4 million less than the approved plan based on anticipated expenditures.*

**McCoy Stadium Repairs.** The Department requests \$4.0 million from Rhode Island Capital Plan funds to provide asset protection at McCoy Stadium in Pawtucket. The project includes a new concourse drainage system, paving of the outfield parking areas, repairs to expansion joints to prevent water damage to the gift shop, offices and corporate boxes, and other miscellaneous repairs to protect the facility, in which the state made a major investment. The request includes \$1.2 million from FY 2016 through FY 2018 for coating the concession and seating areas and replacing the heating, ventilation and air conditioning system condenser. This is \$0.1 million less than the approved plan to reflect a revised project cost. Consistent with the approved plan, there are no programmed expenditures in FY 2014 and FY 2015.

*The Governor recommends total expenditures of \$3.0 million. He delays funding for coating the concession and seating areas to FY 2019. The total recommendation is \$1.0 million less than the approved plan primarily due to the exclusion of prior year expenditures.*

**Old Colony House.** The Department requests \$2.6 million from Rhode Island Capital Plan funds, of which \$1.1 million will be used in FY 2015 and FY 2016 to repair and renovate the Old Colony House, specifically repointing the exterior of the building. Funds have been used to mitigate structural issues, including the clock tower, that the Department has recently uncovered, as well as painting the second floor. The total project cost is \$0.7 million more than the approved plan to reflect new expenditures for sewer infrastructure replacement and bathroom renovations. *The Governor recommends total expenditures of \$1.7 million, which is \$0.2 million less than the approved plan. He includes \$0.4 million in FY 2014 to replace the emergency battery backup system.*

**Old State House.** The Department requests a total project cost of \$4.2 million from Rhode Island Capital Plan funds, of which \$3.0 million will be used from FY 2015 through FY 2018 for various renovations at the Old State House, including repaving the parking lot, replacing carpets, brick repairs and installing a new boiler. The approved plan includes \$1.8 million in the out-years to address potential deficiencies as they are identified. The Department spreads this amount over four years to reflect a revised construction schedule, including \$0.5 million in FY 2014 to install the new boiler and upgrading the central air conditioning system. The total project cost is \$0.1 million more than the approved plan.

*The Governor includes total capital expenditures of \$3.7 million, including the requested \$3.0 million for the five-year period. The recommendation is \$0.4 million less than the approved plan.*

**State Office Building.** The Department requests \$8.9 million from Rhode Island Capital Plan funds, of which \$5.1 million will be used in the five-year period for renovations at the State Office Building. The project includes upgrading the heating, ventilation and air conditioning system, elevator repairs, bathroom renovations and general repairs. In FY 2013, some of the interior hallways were painted and renovations started on the 10 bathrooms, which the Department anticipates being completed in FY 2014. The request includes expenditures of \$575,000 in FY 2014 for architectural and engineering services, including \$500,000 for electrical upgrades and \$75,000 for installing one new elevator and renovating two existing ones.

The total project cost is \$4.8 million less than the approved plan to reflect a smaller scale renovation. This includes \$140,000 less in the current year, \$1.3 million in FY 2015, \$2.4 million in FY 2016 and \$1.0 million in FY 2017. Prior plans had suggested that the building would be renovated to provide office space for the Legislature.

*The Governor includes \$5.1 million for the five year period, as requested. The total project cost of \$7.8 million is \$1.1 million less than requested to primarily reflect the removal of prior year expenditures.*

**Washington County Government Center.** The Department requests \$6.9 million from Rhode Island Capital Plan funds, of which \$3.6 million will be used in the five-year period for ongoing renovations at the Washington County Government Center. The Department indicates that the building does not meet current requirements for energy efficiency, adequate and controllable heating and ventilation, and air conditioning. The request is \$2.1 million more than the approved plan to include expenditures for replacing windows and upgrading the air conditioning system.

*The Governor recommends project costs of \$4.2 million from Rhode Island Capital Plan funds, \$0.7 million less than the approved plan and is \$2.7 million less than requested to reflect the availability of capital funds. The recommendation includes \$2.1 million for the five-year period.*

**William Powers Building.** The Department requests a total project cost of \$9.5 million from Rhode Island Capital Plan funds, of which \$3.0 million will be used in the five-year period for ongoing repairs and renovations, such as window replacement and cooling tower upgrade at the William Powers Building. General renovations include bathroom repairs, security upgrades, painting and replacing some of the equipment in the kitchen. The request includes \$2.7 million in expenditures for FY 2014, of which \$1.5 million is to renovate the garage. Remaining funds will be used for site improvements, elevator repairs and architectural and engineering services for the replacement of the skylights and cooling tower. The total project cost is \$0.9 million more than the approved plan to reflect updated expenditures for the skylights, roof replacement and installing some new windows.

*The Governor recommends total expenditures of \$8.4 million, of which \$3.5 million will be used in the five-year period. This is \$0.2 million less than the approved plan and is \$1.1 million less than requested to primarily reflect the removal of prior year expenditures.*

**Zambarano Building and Utilities.** The Department requests a total project cost of \$7.0 million from Rhode Island Capital Plan funds, of which \$3.1 million will be used in the five-year period for capital repairs to various buildings and equipment at the Zambarano Campus of the Eleanor Slater Hospital in Burrillville. The Zambarano Campus includes buildings totaling 308,000 square feet on 460 acres of land. The request includes a total of \$1.1 million for the wastewater treatment plant in order to meet new discharge limits set by the Department of Environmental Management, \$1.5 million to replace over 600 windows and repoint the Wallum lake house and \$0.6 million to replace the roof on the Beasley building. The total project cost is \$0.5 million more than the approved plan, primarily for the inclusion of \$1.1 million for an absorption chiller, and decreased expenditures for the wastewater treatment plant.

*The Governor includes \$3.1 million for the FY 2015 through FY 2019 period, as requested. The recommendation is \$0.4 million less than requested, to primarily reflect an adjustment to prior year expenditures.*

**Big River Management Area.** The Department requests total project costs of \$2.7 million, of which \$0.8 million from Rhode Island Capital Plan funds will be used in the five-year period for

infrastructure repairs and improvements at the Big River Management Area. This project includes funding for security, litter/dumping enforcement and demolition of vacant homes. The Big River Management Area must be protected for future development as a source of potable water.

The request is \$550,000 less than the approved plan to reflect removal of funds previously programmed in the out-years for remediation costs of a dump site. *The Governor recommends \$1.4 million, including \$0.6 million for the five-year period. This is \$1.3 million less than requested, reflecting the exclusion of \$1.1 million in prior year expenditures and the removal of \$0.2 million budgeted in the out-years.*

**Chapin Health Laboratory.** The Department requests \$3.2 million from Rhode Island Capital Plan funds, of which \$2.5 million will be used in FY 2014 and FY 2015 to renovate the Chapin Health building. Infrastructure updates will include laboratory exhaust retrofit, new decomposition room ventilation, a new boiler system and HVAC upgrade. The current lighting system will also be replaced throughout the building. The total project cost is consistent with the approved plan; however, the Department shifts a total of \$1.5 million from FY 2014 and FY 2015 to FY 2016 to reflect a revised construction schedule. The request includes \$0.3 million in the current year for architectural and engineering services. *The Governor recommends funding as requested.*

**Cranston Street Armory.** The Department requests total project costs of \$15.8 million from Rhode Island Capital Plan funds, of which \$6.6 million will be used in the five-year period for ongoing renovations in the Cranston Street Armory building, including replacement of the heating, ventilation and air conditioning system and windows. The primary plan is to stabilize the exterior, as well as interior renovations to eventually occupy the facility, although the Department of Administration has not identified potential tenants. The request includes \$1.7 million in FY 2014 to address critical repairs. It appears that some of the bricks from the towers and turrets have fallen. The total project cost is \$550,000 more than the approved plan to reflect additional expenditures in FY 2015 based on a more current construction cost.

*The Governor includes total expenditures of \$6.8 million, of which \$4.0 million will be used in the five-year period. The recommendation is \$8.5 million less than the approved plan, primarily for the exclusion of prior year expenditures. He also shifts \$0.8 million of the reappropriation to FY 2019.*

**Fire Code Compliance.** The Department requests \$3.8 million from Rhode Island Capital Plan funds to bring state buildings into compliance with new fire code regulations. The total project cost is \$0.5 million less than the approved plan and the Department advances \$0.5 million from FY 2018 to FY 2017 to install sprinklers in the State House. In FY 2014, the Department will design and install fire alarms in the Board of Elections' current facility, for which the approved plan includes \$0.5 million.

*The Governor recommends a total project cost of \$3.6 million, \$0.2 million less than requested to reflect an adjustment to prior year expenditures. He also shifts \$0.5 million from FY 2014 to FY 2019 to reflect a project delay.*

**Francis Street Parking Improvement.** Consistent with the approved plan, the Department requests a total project cost of \$4.2 million from Rhode Island Capital Plan funds to be used in FY 2014 to purchase and make improvements to the land adjacent to the Veterans Memorial Auditorium to be used as a parking lot. The Department notes that a closing date will occur in October and plans for environmental testing to occur soon after. Once the area is paved, the Department plans to secure the site with fencing. *The Governor recommends funding as requested.*

**Ladd Rubble Pile.** The approved plan includes total expenditures of \$450,000, of which \$200,000 was from Rhode Island Capital Plan funds to match \$250,000 of federal funds for the construction of a rubble pile at the Ladd Center for the Rhode Island National Guard and the Emergency Management Agency to conduct disaster exercises. The training venue was designed to simulate an actual building design, but collapsed to give civil and military responders a realistic environment to conduct an array of search and rescue operations. The National Guard conducted the training exercise in July 2012 and the Department anticipates building another training component. The Department's request includes the \$0.2 million from Rhode Island Capital Plan funds and inadvertently excludes the federal match portion.

*The Governor includes \$0.2 million from Rhode Island Capital Plan funds, including \$45,000 in FY 2014 to install a security fence.*

**State House Renovations.** Consistent with the approved plan, the Department requests \$19.4 million from Rhode Island Capital Plan funds, of which \$13.4 million will be used in the five-year period for a new central heating, ventilation and air conditioning system for heating and cooling of the State House. It should be noted that this component of the project has been delayed for several years and it is likely that the estimates are outdated. The Department indicates that it will provide a more accurate cost estimate once the design is completed. The Department also indicates that the way funding is programmed over five years will need to be adjusted to reflect when expenditures will occur. The Department estimated that the project might run for two to three years.

The request includes \$1.9 million in FY 2014 for masonry work, architectural and engineering services for the air conditioning system and repairing the legislative parking lot.

*The Governor recommends total expenditures of \$18.1 million, \$1.3 million less than approved and requested, primarily due to the exclusion of prior year expenditures. He includes the requested amount of \$13.4 million in the FY 2015 through FY 2019 period.*

**Veterans Memorial Auditorium Repairs.** Consistent with the approved plan, the Department requests \$14.8 million from Rhode Island Capital Plan funds, of which \$5.3 million will be used in FY 2014 to restore the Veterans Memorial Auditorium and office building. This is the final phase of the project and will focus on renovating floors four through six, painting and carpeting the entire auditorium, installing a new concession stand, and upgrading the heating, ventilation, and air condition system. *The Governor recommends a total project cost of \$14.9 million, \$6,534 more than requested and approved.*

**Zambarano Wood Chip Boiler.** Consistent with the approved plan, the Department requests \$750,000 from Rhode Island Capital Plan funds to replace the boiler at the Zambarano Campus to comply with federal Environmental Protection Agency and Department of Environmental Management requirements. The boiler was purchased and installed. The request includes a carry forward balance of \$32,838 to be paid upon final testing of the boiler. *The Governor recommends funding as requested.*

**Board of Elections Office Building.** Consistent with the approved plan, the Department requests \$1.3 million from Rhode Island Capital Plan funds in FY 2014 to renovate the Board of Elections current office building in Providence. Planned renovations include a new roof, new carpeting, bathroom repairs and upgrading the heating, ventilation and air conditioning system. *The Governor does not recommend funding this project. The Administration indicates that it is currently in the process of developing a request for proposals to obtain office space for the Board of Elections.*

| <b>Projects</b>                                 | <b>Status</b> | <b>5 Year Total</b>  | <b>Project Total</b>  |
|-------------------------------------------------|---------------|----------------------|-----------------------|
| <i>Other Projects</i>                           |               |                      |                       |
| Information Technology Strategic Plan           | New           | \$ 30,000,000        | \$ 30,000,000         |
| Water Facilities Assistance Program             | New           | 15,000,000           | 15,000,000            |
| I-195 Commission                                | Revised       | 250,000              | 750,000               |
| Replacement of Fueling Tanks                    | Revised       | 1,900,000            | 3,675,521             |
| Statewide Emergency Water Interconnect Projects | Revised       | 2,258,228            | 5,000,000             |
| South County Groundwater Protection/Acquisition | Revised       | 6,500,000            | 8,000,000             |
| Affordable Housing                              | Ongoing       | 12,500,000           | 25,000,000            |
| Bristol County Water Treatment Facilities       | Ongoing       | 6,639,174            | 6,910,833             |
| Energy Conservation Pastore/Zambarano           | Ongoing       | 5,000,000            | 53,100,000            |
| Environmental Compliance                        | Ongoing       | 1,000,000            | 1,966,765             |
| Health Lab Feasibility Study                    | Ongoing       | -                    | 200,000               |
| <b>Total</b>                                    |               | <b>\$ 81,047,402</b> | <b>\$ 149,603,119</b> |

**Information Technology Strategic Plan.** The Department requests \$30.0 million from new Certificates of Participation to fund information technology project requests from state agencies. Requests submitted will be reviewed by the Office of Digital Excellence and the Division of Information Technology. Projects will be prioritized based on efficiency and their ability to improve customer service.

It should be noted that the 2011 Assembly created an Information Technology Investment Fund to be supported from land sales proceeds and the 2012 Assembly transferred \$9.0 million into the fund for acquiring information technology improvements, including, but not limited to, hardware, software, and ongoing maintenance. Of this amount, the Department spent \$1.6 million in FY 2013 and anticipates expenditures of \$3.9 million for FY 2014. The Department indicates that the fund will be used for infrastructure projects thereby necessitating a different stream of funding.

*The Governor proposes issuance of \$30.0 million from Certificates of Participation to finance and invest in information technology projects. His budget assumes use of \$10.0 million in each year from FY 2015 through FY 2017. Assuming 5.0 percent interest and a 10-year term, the annual debt service would be \$3.9 million.*

**Water Facilities Assistance Program.** The Department of Administration requests a total project cost of \$18.8 million to be used from FY 2016 through FY 2019 from new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for the Water Facilities Assistance Program. The annualized debt service would be \$1.5 million, assuming a 5.0 percent interest rate and a 20-year term.

This project will enable the Water Resources Board to issue grants to local water suppliers to implement water resource programs. The Board noted that the individual projects in this program include water supplies in Pawtucket, East Providence, and Bristol County. The 2013 Assembly concurred with the Governor's recommendation to not fund this project as part of the Department's FY 2014 capital budget.

It should be noted that the request includes \$2.5 million of new bond proceeds to fund the Water Allocation Program, which was previously a standalone project funded with general revenues. The Department indicates that since general revenue funding requested for this project was substantially reduced in FY 2014, a new source of funding is needed.

*The Governor recommends \$15.0 million from new general obligation bonds to be submitted to the voters in the November 2014 ballot. He also includes legislation in Article 8 of 2014-H 7133 that would allow up to \$13.5 million of these proceeds to be used for water interconnection projects between the supplies of the Pawtucket Water Supply Board, the East Providence Water Division and the Bristol County Water Authority.*

**I-195 Commission.** Consistent with the approved plan, the Department's request includes \$0.5 million of which \$250,000 from Rhode Island Capital Plan funds will be used in FY 2014 for architectural and engineering services relating to the I-195 Redevelopment project. *The Governor recommends \$250,000 more than the approved plan for FY 2015 for site improvements.*

**Replacement of Fueling Tanks.** The Department requests \$4.0 million from Rhode Island Capital Plan funds, of which \$2.3 million will be used in the five-year period to replace failing tanks at five of the 15 state-owned and operated fueling stations for state vehicles. In FY 2014, the Department plans to install new tanks at the Smithfield facility and remove tanks in Charlestown. The total project cost is \$875,000 more than the approved plan to reflect additional funding to replace all the tanks within the next six years. The Department indicates that within the next six years, all the tanks will be 30 years old. The average expenditure for this project is 40.4 percent for the last six fiscal years. The updated plan to remove all the tanks within six years may be too optimistic.

*The Governor recommends capital expenditures of \$3.7 million. Excluding an adjustment to prior year expenditures, the recommendation is \$250,000 less than requested.*

**Statewide Emergency Water Interconnect Projects.** The request includes \$8.8 million from previously approved general obligation bonds to continue a project to establish statewide emergency water interconnections between the state's 32 largest water supply systems. A system of interconnections will enable the movement of water from one source or system to another during any emergency, such as pipe breaks or water source contamination. The interconnections are funded from \$15.0 million in bond proceeds, of which \$10.0 million was authorized by the voters in 1987 and \$5.0 million in 2004. The request is understated by \$6.2 million due to reporting of prior year expenditures.

*The Governor includes \$5.0 million from approved general obligation bonds. This reflects the exclusion of \$3.8 million in prior year expenditures.*

**South County Groundwater Protection/Acquisition.** The Board requests a total project cost of \$13.9 million from approved general obligation bond proceeds for the Groundwater Protection/Acquisition Program, of which \$6.6 million would be used in the five-year period to purchase water development rights from private landowners for well sites identified as high capacity. This project is funded from \$9.3 million in bond proceeds, of which \$1.3 million was authorized by the voters in 2000 and \$8.0 million in 2004.

The total project cost is \$4.6 million more than the approved plan and the request does not include new general obligation bonds or sources of funding. The request appears to be overstated due to reporting of prior year expenditures.

*The Governor recommends \$8.0 million from approved general obligation bonds. This reflects the exclusion of \$5.7 million in prior year expenditures.*

**Affordable Housing.** Consistent with the approved plan, the request includes \$25.0 million from general obligation bonds approved by the voters in November 2012 to promote affordable housing

through redevelopment of existing structures or new construction. The request assumes use of \$12.5 million in each FY 2014 and FY 2015. This program funds rental units for households up to 80 percent of family median income and homeownership of households up to 100 percent of family median income. Funding caps depend upon the number of bedrooms, which ranges from \$40,000 for 2-bedroom units to \$65,000 for 3-bedroom units. *The Governor recommends funding as requested.*

**Bristol County Water Treatment Facilities.** The Department's request includes a total project cost of \$4.3 million from authorized general obligation bond proceeds, of which \$250,000 will be used in FY 2014 to upgrade the Bristol County Water Treatment Facility and the Shad Factory Pipeline. The Shad Factory Pipeline must be replaced to ensure continued use of the Massachusetts Reservoir water, and the Bristol County facility improvements are necessary to comply with the requirements of the Safe Drinking Water Act. Many of the improvements to the Bristol County Water Treatment Facility have been completed; however, more improvements have become necessary due to a change in these requirements. This project is funded with bond proceeds approved by the voters in 1986 and 2004. The request is \$11.3 million less than the approved plan due the exclusion of prior year expenditures. *The Governor recommends total expenditures of \$6.9 million from approved general obligation bonds. The recommendation appears to have removed \$8.7 million of prior year expenditures.*

**Energy Conservation Pastore/Zambarano.** The Department requests \$53.3 million in capital expenditures for a new energy service contract whereby an initial investment in new equipment and other energy saving improvements would be paid back over a period of time from the resulting savings in energy costs. The 2008 Assembly authorized up to \$53.1 million in energy equipment replacement contracts, including \$45.5 million for the Pastore Center and \$7.6 million for the Zambarano Campus. The request is \$0.2 million more than the approved plan, which the Department indicates was requested in error. *The Governor recommends funding consistent with the approved plan.*

**Environmental Compliance.** The Department requests a total project cost of \$3.9 million from Rhode Island Capital Plan funds, of which \$1.0 million will be used in the five-year period for projects that assist state agencies in maintaining compliance with all state and federal environmental rules and regulations. Funds will also be used to support the costs of mitigating asbestos and other environmental issues for buildings on the Pastore Campus under the Department's jurisdiction. The request is \$0.2 million more than the approved plan to reflect added expenditures in FY 2019. *The Governor concurs, with the exception of removing \$2.0 million from prior years' expenditures.*

**Health Lab Feasibility Study.** The Department requests expenditures of \$0.2 million from Rhode Island Capital Plan funds, of which \$130,000 will be used in FY 2014 to conduct a feasibility study for a new facility to house the staff and programs currently located in the Chapin Building. This study would also examine the feasibility of combining the Health and Forensic crime labs. This is \$25,000 more than the approved plan to reflect additional work that the Department requested that Digiorgio Associates undertake. The Department indicates that the study is underway and expects it to be completed in January 2014. *The Governor recommends funding as requested.*



## Commerce Corporation

| Projects                       | Status | 5 Year Total         | Project Total        |
|--------------------------------|--------|----------------------|----------------------|
| Creative and Cultural Economy  | New    | \$ 30,000,000        | \$ 30,000,000        |
| <b>Total</b>                   |        | <b>\$ 30,000,000</b> | <b>\$ 30,000,000</b> |
| <b>Sources of Funds</b>        |        |                      |                      |
| General Obligation Bonds - New |        | \$ 30,000,000        | \$ 30,000,000        |
| <b>Total</b>                   |        | <b>\$ 30,000,000</b> | <b>\$ 30,000,000</b> |

**Creative and Cultural Economy.** The Creative and Cultural Economy program is a new initiative that focuses on investing in arts based infrastructure projects and promoting the state as an artistic hub.

*The Governor recommends \$30.0 million from new general obligation bonds to be submitted to the voters on the November 2014 ballot. The total question is \$35.0 million and \$5.0 million is reserved for the Historic Preservation and Heritage Commission. Funds will be used for renovations to theaters and performance spaces throughout the state. Bond funds will be administered by the Commerce Corporation in consultation with the Arts Council. Annual debt service would be \$2.4 million, assuming an interest rate of 5.0 percent and a 20-year term.*



## Department of Labor and Training

| Projects                                     | Status  | 5 Year Total        | Project Total       |
|----------------------------------------------|---------|---------------------|---------------------|
| Center General Asset Protection              | Revised | \$ 5,200,000        | \$ 6,004,510        |
| Center General Slate Roof Replacement        | Ongoing | 505,996             | 2,089,097           |
| <b>Total</b>                                 |         | <b>\$ 5,705,996</b> | <b>\$ 8,093,607</b> |
| <b>Sources of Funds</b>                      |         |                     |                     |
| Federal Funds                                |         | \$ -                | \$ 282,581          |
| General Revenues                             |         | -                   | 487                 |
| Restricted Receipts                          |         | -                   | 256,026             |
| Rhode Island Capital Funds                   |         | 5,705,996           | 7,293,487           |
| Other - Temporary Disability Insurance Funds |         | -                   | 261,026             |
| <b>Total</b>                                 |         | <b>\$ 5,705,996</b> | <b>\$ 8,093,607</b> |

**Summary.** The Department of Labor and Training requests \$5.0 million for FY 2015 through FY 2018 for projects at the Center General Complex of the Pastore Center in Cranston. The projects total \$7.6 million and also include capital expenditures of \$2.4 million for FY 2014. *The Governor recommends \$5.7 million from Rhode Island Capital Plan funds for FY 2015 through FY 2019; he also includes expenditures of \$2.1 million from all sources for FY 2014. His recommendation includes a total project costs of \$0.5 million more than requested.*

**Center General Asset Protection.** The Department of Labor and Training requests a total of \$5.0 million from Rhode Island Capital Plan funds for FY 2015 through FY 2018 and \$0.8 million for FY 2014 for several asset protection projects at the six buildings that comprise the Center General Complex of the Pastore Center in Cranston. The requested project total is \$3.9 million more than the approved capital plan, including \$3.2 million more from increasing the scope of the window restoration and HVAC projects and \$0.7 million for three new projects. These include interior painting, waterproofing the foundation, and an evaluation for replacing the slate roof. The FY 2014 request includes \$63,269 of unspent funds carried forward from FY 2013. *The Governor recommends \$41,135 more than requested and delays certain expenditures from FY 2014 and FY 2015 to FY 2016 through FY 2018 to reflect project delays and provide a more even expenditure level for each year. His recommendation includes \$0.6 million in FY 2014 and \$5.2 million from FY 2015 through FY 2018.*

**Center General Slate Roof Replacement.** The Department of Labor and Training requests a total of \$1.7 million to replace the slate roof on buildings 68, 69 and 71 at the Center General Complex, including \$1.6 million for FY 2014. Requested funding includes \$0.8 million from Rhode Island Capital Plan funds, \$0.3 million each from federal funds, Workers' Compensation funds and Temporary Disability Insurance funds, and \$487 from general revenues. Total funding is \$3,923 less than the approved plan with minor adjustments among funding sources. The construction contract will be rebid during the first quarter of FY 2014 and construction is expected to be completed in FY 2014, though any delays may extend the project into the first quarter of FY 2015. *The Governor recommends \$1.5 million in FY 2014 and \$0.5 million in FY 2015, which is \$0.4 million more than requested, including \$0.5 million more from Rhode Island Capital Plan funds because the bids received were higher than the approved plan. The recommendation also includes reductions of \$0.1 million from other sources to reflect allowable costs.*



## Department of Revenue

| Projects                                         | Status  | 5 Year Total         | Project Total        |
|--------------------------------------------------|---------|----------------------|----------------------|
| Lottery Building Renovations                     | Revised | \$ -                 | \$ 579,000           |
| DMV Information Technology Modernization Project | Revised | 1,254,540            | 20,270,302           |
| DMV Safety and Emission Lifts Replacement        | Ongoing | -                    | 300,000              |
| Integrated Tax System                            | Ongoing | 15,000,000           | 25,000,000           |
| <b>Total</b>                                     |         | <b>\$ 16,254,540</b> | <b>\$ 46,149,302</b> |
| <b>Sources of Funds</b>                          |         |                      |                      |
| Certificates of Participation                    |         | \$ 15,000,000        | \$ 36,000,795        |
| Federal Funds                                    |         | -                    | 704,700              |
| General Revenues                                 |         | 1,254,540            | 1,854,540            |
| Restricted Receipts                              |         | -                    | 6,710,267            |
| Rhode Island Capital Funds                       |         | -                    | 879,000              |
| <b>Total</b>                                     |         | <b>\$ 16,254,540</b> | <b>\$ 46,149,302</b> |

**Summary.** The Department of Revenue requests total project costs of \$46.1 million from all funds, of which \$16.3 million will be used in the five-year period. The request is for four projects, two of which are revised. *The Governor recommends funding as requested.*

**Lottery Building Renovations.** The Department requests total project costs of \$579,000 from Rhode Island Capital Plan funds to repair the Lottery building's parking lot, replace its carpeting, and replace its HVAC system. The request is \$0.2 million more than the approved plan, reflective of new estimates for the re-design and construction of a new parking lot and a new heating and cooling system for the facility. The project is scheduled to be completed in FY 2014. *The Governor recommends funding as requested.*

**DMV Information Technology Modernization Project.** The Department requests \$20.3 million from approved Certificates of Participation and restricted receipts to replace and modify the information technology system at the Registry. The current request is \$4.7 million more than the approved capital plan, but within the original capital borrowing authorization of \$13.0 million set by the 2006 Assembly. This includes \$0.7 million from federal funds for the current year granted to the Division to bring the system into compliance with federal requirements and \$1.8 million from general revenues for the current year through FY 2016 for staff training and system maintenance. The request reflects the cost of extending the use of the existing system longer than anticipated and addressing problems that have arisen in the development of the new system, delaying its delivery. The project is intended to expand the online functions available on the Division of Motor Vehicles' website and reduce wait times at the Registry. The Department reports that the new system will be operational by May, 2014.

It should be noted that debt service for the \$11.0 million from Certificates of Participation included in the approved plan is anticipated to exceed total receipts available from the surcharge applied to registry transactions, intended to finance the project. *The Governor recommends funding as requested.*

**DMV Safety and Emission Lifts Replacement.** The Department requests total project costs of \$0.3 million from Rhode Island Capital Plan funds for the replacement of three heavy duty lifts within the Safety and Emission Control inspection garage. Total funding is consistent with the approved plan;

however, the request shifts \$150,000 from FY 2013 to the current year to reflect updated project schedules. The lifts are used daily for the inspection of all school buses and public service vehicles. Over 3,600 safety inspections on school buses are conducted annually. The lifts have been in service for 18 years and require frequent maintenance. The Department anticipates the new lifts will be purchased and installed in FY 2014. *The Governor recommends funding as requested.*

**Integrated Tax System.** Consistent with the approved plan, the Department requests total project costs of \$25.0 million from Certificates of Participation to consolidate separate programs and functions into one computer system. The integration of the tax system will enhance customer service, increase employee productivity, reduce operating costs, and help the Department collect additional revenue. The request assumes use of \$5.0 million from Certificates of Participation each year through FY 2017. *The Governor recommends funding as requested.*

## Public Utilities Commission

| Projects                | Status  | 5 Year Total      | Project Total     |
|-------------------------|---------|-------------------|-------------------|
| Building Renovations    | Ongoing | \$ 556,500        | \$ 635,500        |
| <b>Total</b>            |         | <b>\$ 556,500</b> | <b>\$ 635,500</b> |
| <b>Sources of Funds</b> |         |                   |                   |
| Restricted Receipts     |         | \$ 556,500        | \$ 635,500        |
| <b>Total</b>            |         | <b>\$ 556,500</b> | <b>\$ 635,500</b> |

**Summary.** The Public Utilities Commission’s FY 2015 through FY 2019 request includes \$79,000 in the current year and \$556,500 in the five-year period for repairs and renovations at 89 Jefferson Boulevard in Warwick and new vehicles for the Commission fleet. The project is funded through restricted receipts available from assessments to regulated utilities. The individual asset protection projects for which funds are requested are essentially consistent with the approved plan. It should be noted that the project total includes the requested vehicle purchases, which are not a capital expense. Excluding those purchases, the Commission requests total project costs of \$79,000 for the current year and \$498,500 in the five-year period. *The Governor recommends funding as requested.*



## Department of Children, Youth and Families

| Projects                                       | Status  | 5 Year Total        | Project Total       |
|------------------------------------------------|---------|---------------------|---------------------|
| Youth Group Homes - Fire Code Upgrades         | Revised | \$ 1,850,000        | \$ 4,318,549        |
| Training School - Vocational Building          | Revised | 292,149             | 519,018             |
| Groden Center Mt. Hope - Building Façade       | Revised | 275,000             | 275,000             |
| Training School - Maintenance Building         | Ongoing | 200,000             | 535,000             |
| Training School - Generators                   | Ongoing | -                   | 227,162             |
| Training School - Repairs and Improvements     | Ongoing | 1,154,000           | 1,593,393           |
| North American Family Institute                | Ongoing | 21,494              | 792,905             |
| Groden Center Mt. Hope - Fire Towers           | Ongoing | -                   | 137,500             |
| Groden Center Mt. Hope - Electric and Plumbing | Ongoing | 50,000              | 50,000              |
| <b>Total</b>                                   |         | <b>\$ 3,842,643</b> | <b>\$ 8,448,527</b> |

### Sources of Funds

|                            |                     |                     |
|----------------------------|---------------------|---------------------|
| Federal Funds              | \$ -                | \$ 253,118          |
| Rhode Island Capital Funds | 3,842,643           | 8,195,409           |
| <b>Total</b>               | <b>\$ 3,842,643</b> | <b>\$ 8,448,527</b> |

**Summary.** The Department of Children, Youth and Families requests capital project expenditures totaling \$9.1 million, of which \$1.1 million would be spent in the FY 2015 through FY 2019 period. Funding in the five-year plan includes \$1.1 million from Rhode Island Capital Plan funds. The request includes five projects at the Rhode Island Training School, three projects at the Groden Center, one at the North American Family Institute and one that includes multiple facilities across the state. *The Governor recommends \$8.2 million from Rhode Island Capital Plan funds including \$3.8 million from FY 2015 to FY 2019. This is \$0.6 million less than requested.*

**Youth Group Homes - Fire Code Upgrades.** The Department requests \$4.2 million or \$0.2 million more than enacted from Rhode Island Capital Plan funds to provide fire code upgrades and safety related improvements to 111 group home facilities. The request includes \$0.5 million in FY 2014 and \$0.5 million in FY 2015. The increase reflects new estimates based on a statewide assessment of privately owned group homes. Expenditures include sprinkler system installation, heating system repairs to bring them up to state fire code, and miscellaneous construction costs to ensure compliance. *The Governor recommends \$4.3 million from Rhode Island Capital Plan funds including \$1.9 million from FY 2015 to FY 2019. This is \$0.1 million more than enacted and reflects revised cost estimates provided by the Department.*

**Training School - Vocational Building.** The Department requests \$0.3 million from the Rhode Island Capital Plan funds to supplement \$0.2 million from federal funds acquired through the American Recovery and Reinvestment Act for a new vocational education center to be built on the campus of the Rhode Island Training School. The total includes federal funds and Rhode Island Capital Plan funds consistent with the approved plan and the project will be completed in FY 2014. *The Governor recommends funding as requested*

**Groden Center Mt. Hope - Building Façade.** The Department requests \$375,000 from Rhode Island Capital Plan funds for the repointing of exterior mortar joints, the cleaning and/or replacing of all damaged windows, and door lintels on the front and rear of the Groden Center Mt. Hope building.

This is \$100,000 more than the approved plan to reflect an update to project costs originally estimated in 2009. The request shifts the approved funds from FY 2014 to FY 2015 to reflect project delays and a number of additional projects being completed at the Groden Center. *The Governor recommends \$0.1 million less than requested but consistent with the approved capital plan.*

**Training School - Maintenance Building.** Consistent with the approved capital plan, the Department requests \$0.5 million from Rhode Island Capital Plan funds for FY 2014 to build a maintenance building for the Training School on the Pastore Campus consistent with the approved capital plan. The cost includes purchasing materials and constructing a 7,500 square foot pre-fabricated steel maintenance building with a warehouse, loading dock, workshop areas, and two restrooms. *The Governor recommends funding as requested.*

**Training School - Generators.** Consistent with the approved capital plan, the Department requests \$441,000 from Rhode Island Capital Plan funds for FY 2013 to purchase emergency generators at the Training School. Two of these generators would be housed at the Youth Development Center and one at the Youth Assessment Center to assure that there is adequate electricity, heat, air conditioning, and ventilation in the event of a natural disaster or power outage. Currently, the Department rents a generator from a private vendor in Connecticut if there is a potential for loss of power, such as during a natural disaster. *The Governor recommends \$0.2 million apparently to accommodate the Governor's overall capital recommendation.*

**Training School - Repairs and Improvements.** The Department requests \$1.6 million from Rhode Island Capital Plan funds for various repairs and improvements at the Youth Development Facility and the Youth Assessment Center. This is \$0.5 million more than the approved capital plan to reflect revised spending projections and additional repairs to the facility. Improvements include fixing the roof at both facilities, installing a new security system, purchasing a new conduit for the main generator at the Youth Development Facility, installing outdoor plumbing at the Youth Assessment Center in order to provide irrigation in the front of the building, pouring two cement pads, and hiring an engineering firm to investigate and correct a sewer odor at both schools. *The Governor recommends funding as requested.*

**North American Family Institute.** Consistent with the approved capital plan, the Department requests \$1.0 million from Rhode Island Capital Plan funds for repairs to the North American Family Institute on New London Avenue in Cranston. The request includes \$0.6 million in FY 2014 to complete repairs to the plumbing and electrical systems, heating, ventilation, and air conditioning systems, required to comply with the state's new fire code. *The Governor recommends \$0.8 million apparently to accommodate the Governor's overall capital recommendation.*

**Groden Center Mt. Hope - Fire Towers.** Consistent with the approved capital plan, the Department requests \$275,000 from Rhode Island Capital Plan funds to install two fire towers during FY 2014 at the state-owned Groden Center facility at 86 Mount Hope Road in Providence. This would include the demolition of two existing steel fire ladders and the construction of two new enclosed stair towers. The current fire ladders were cited as deficient by the State Fire Marshal and the second floor does not have an adequate emergency exit. *The Governor recommends \$0.1 million apparently to accommodate the Governor's overall capital recommendation.*

**Groden Center Mt. Hope - Electrical and Plumbing.** Consistent with the approved capital plan, the Department requests \$50,000 from Rhode Island Capital Plan funds for a feasibility study in order to determine the extent of upgrades that need to be made to the electrical and plumbing systems as well as the heating, ventilation, and air conditioning systems at the Groden Center. The Department requests

that funding be shifted from FY 2014 to FY 2015 to prioritize the fire tower project. *The Governor recommends funding as requested.*

**Child Welfare Computers.** The Department requests \$142,900 from Rhode Island Capital Plan funds for new computers. This includes two thin client personal computers for \$100,000, 35 regular personal computers for \$38,500, and related equipment such as air cards and spare hard drives for \$4,400. The Department indicates that current computers range from five to ten years, are out of date and do not provide the necessary memory and capabilities to run current Microsoft Office and database software. It should be noted that these types of expenditures are not traditionally funded with Rhode Island Capital Plan funds, as they do not meet the definition of a capital project. *The Governor does not recommend funding for new computers.*



## Department of Health

| Projects                                           | Status | 5 Year Total        | Project Total       |
|----------------------------------------------------|--------|---------------------|---------------------|
| Electronic Death and Marriage Registration Systems | New    | \$ 2,554,500        | \$ 2,554,500        |
| <b>Total</b>                                       |        | <b>\$ 2,554,500</b> | <b>\$ 2,554,500</b> |
| <b>Source of Funds</b>                             |        |                     |                     |
| Information Technology Investment Fund             |        | \$ 2,554,500        | \$ 2,554,500        |
| <b>Total</b>                                       |        | <b>\$ 2,554,500</b> | <b>\$ 2,554,500</b> |

**Summary.** The Department of Health requests \$2.6 million from the Information Technology Investment Fund for FY 2014 through FY 2017 for a three-part project. The first part is to upgrade the death and marriage reporting systems to electronic versions that are compliant with current guidelines, the second is to build a secure location to store the records where fire and flood cannot damage them, and the third is to alter the state and local records fee structure to provide a more favorable distribution to the state.

It appears that the \$2.6 million requested is solely for the electronic records system updates and assumes a January 2014 start date. However, the project must go out to bid and must be approved as part of the FY 2014 revised budget. It is therefore unlikely that the project will begin on its anticipated start date. The request does not provide project or funding details regarding the requested secure location or the change in the distribution of the records issuance fee.

*The Governor's recommendation appears to include \$2.6 million for this project from the Information Technology Investment Fund from FY 2015 through FY 2018, essentially delaying the project by one year. However, the supporting capital narrative and schedules do not match. The Budget Office subsequently indicated that \$2.5 million is included for this project as part of the new \$30.0 million Information Technology Improvements project included in Article 4.*



## Department of Human Services

| Projects                                  | Status  | 5 Year Total         | Project Total        |
|-------------------------------------------|---------|----------------------|----------------------|
| Blind Vending Facilities                  | Ongoing | \$ 825,000           | \$ 1,669,352         |
| <i>Veterans' Cemetery</i>                 |         |                      |                      |
| Columbarium                               | Ongoing | -                    | 679,363              |
| <i>Veterans' Home</i>                     |         |                      |                      |
| New Veterans' Home                        | New     | 88,480,975           | 94,000,000           |
| N-5, N-6 and N-7 Nursing Ward Renovations | Revised | -                    | 618,834              |
| Electrical System Upgrade                 | Revised | -                    | 236,646              |
| Sprinkler System Water Connection         | Ongoing | -                    | 424,630              |
| Main Entrance Renovations                 | Ongoing | -                    | 50,000               |
| <b>Total</b>                              |         | <b>\$ 89,305,975</b> | <b>\$ 97,678,825</b> |
| <b>Sources of Funds</b>                   |         |                      |                      |
| Federal Funds                             |         | \$ -                 | \$ 694,551           |
| General Obligation Bonds                  |         | 88,480,975           | 94,000,000           |
| General Revenues                          |         | -                    | 9,780                |
| Restricted Receipts                       |         | -                    | 1,351,059            |
| Rhode Island Capital Funds                |         | 825,000              | 1,623,435            |
| <b>Total</b>                              |         | <b>\$ 89,305,975</b> | <b>\$ 97,678,825</b> |

**Summary.** The Department requests \$89.3 million for the period FY 2015 through FY 2019 and \$7.2 million for FY 2014. The request includes five capital projects at the Veterans' Home, one at the Veterans' Cemetery and one through the Office of Rehabilitation Services. *The Governor's recommendation is \$3,513 more in FY 2014 than the request and as requested for the five-year period of FY 2015 through FY 2019.*

**Blind Vending Facilities.** Consistent with the approved plan, the Department requests \$990,000 from Rhode Island Capital Plan funds for FY 2014 through FY 2019, comprised of \$165,000 each year, for the ongoing construction and renovation of statewide vending facilities. However, the operating requests include \$225,955 from Rhode Island Capital Plan funds in both years, though the intent was only for increased funding in FY 2014 from expenses incurred in FY 2013 that total \$229,000.

*The Governor recommends \$165,000 annually from Rhode Island Capital Plan funds from FY 2015 through FY 2019. For FY 2014, he includes \$229,000, including \$183,083 from Rhode Island Capital Plan funds, \$36,137 from federal funds and \$9,780 from general revenues. He shifts existing resources from within the Office of Rehabilitation Services.*

### Veterans' Cemetery

**Columbarium.** The Department requests \$0.7 million from federal United States Department of Veterans Affairs cemetery grant funds for the construction of a 2,000 niche columbarium in FY 2014. This includes \$0.1 million for architectural and engineering services and \$0.6 million for construction.

The request is \$0.3 million less than the approved plan; the prior year's request was the Department's estimate, and the current request is based on the current federal award for this project. *The Governor recommends \$658,414 from federal funds for completion of the columbarium in FY 2014, which is \$7,548 more than requested to reflect the actual grant award.*

### **Veterans' Home**

**New Veterans' Home.** The Department requests expenditures totaling \$94.0 million from general obligation bonds approved by voters in November 2012 for a new Veterans' Home facility adjacent to the existing one. This includes \$5.3 million for FY 2014 and \$88.5 million for the five-year period of FY 2015 through FY 2019; \$0.2 million was spent in FY 2013. The approved plan assumes that this project will require ten years for all three phases to be completed; however, the request assumes the project will be completed in FY 2019, which is at least three years earlier, but does not provide reasons for the condensed time schedule. The request does not include any of the anticipated \$21.2 million in federal reimbursements from the United States Department of Veterans Affairs since the project has not yet been approved for reimbursement and the monetary amount has not yet been determined.

*The Governor recommends total funding as requested, shifting funding allocations among years, and includes \$5.3 million in FY 2014 and \$15.5 million in FY 2015 as requested. His recommendation does not reflect potential federal reimbursements.*

**Renovate Nursing Units N-5, N-6 and N-7.** The Department includes a total of \$0.6 million from restricted receipts to renovate the N-5, N-6 and N-7 nursing wards at the Veterans' Home in FY 2014. This is \$1.7 million less than the approved plan to reflect a reduced project scope after the passage of the referendum to build a new Veterans' Home. The revised scope of work includes painting plus bathroom tile and fixture updating for the 75 resident rooms, bathrooms, corridors and auxiliary rooms. *The Governor recommends funding as requested.*

**Electrical System Upgrade.** The Department requests \$100,000 from restricted receipts for FY 2014 to complete upgrades to the emergency electrical distribution system at the Veterans' Home, for a total project cost of \$236,646. This is \$288,354 less than the approved plan for FY 2013 and delays the project until FY 2014. The Department has reduced the scope of the project to replace two of the five emergency generators that are in the worst condition instead of replacing all five with two large generators. The upgrades to ensure compliance with the 2002 fire code regulations were completed in FY 2011 and completion of the electrical upgrade will assure sufficient electrical backup to the Home in the event of an extended power outage. *The Governor recommends funding as requested.*

**Sprinkler System Water Connection.** The Department requests \$350,000 from restricted receipts in FY 2014, for total project costs of \$0.4 million, to complete the emergency water connection project at the Veterans' Home. The project will redesign the pump system at the water tower, including the water pump, water lines and the emergency generator and also replace the water pump with one that is more appropriate for the size of the tower and the potential water needs of the Veterans' Home. *The Governor recommends funding as requested.*

**Main Entrance Renovations.** The Department requests \$49,140 from restricted receipts for FY 2014 to complete renovations to the main entrance at the Veterans' Home. The request includes reconfiguring the curbs to allow closer vehicle access to the entrance and installing another set of doors inside the building, making two sets of doors to create an air pocket barrier to protect the lobby and residents from the elements. The Department spent \$860 in FY 2011 for architectural and engineering expenses, bringing total expenses to \$50,000. *The Governor recommends funding as requested.*

## Dept. of Behavioral Healthcare, Developmental Disabilities and Hospitals

| Projects                                        | Status  | 5 Year Total         | Project Total         |
|-------------------------------------------------|---------|----------------------|-----------------------|
| Hospital Equipment                              | New     | \$ 1,375,000         | \$ 1,375,000          |
| Hospital Consolidation                          | Revised | 38,280,000           | 41,192,550            |
| DD Residential Support                          | Revised | 2,500,000            | 6,669,165             |
| Administrative Buildings                        | Revised | 4,000,000            | 7,451,263             |
| Mental Health Residences                        | Revised | 4,000,000            | 7,500,000             |
| DD Residence Fire Code                          | Revised | 2,115,181            | 5,710,633             |
| DD Group Homes-Asset Protection                 | Ongoing | 4,700,000            | 8,267,874             |
| Medical Center Rehabilitation                   | Ongoing | 6,000,000            | 9,041,529             |
| Community Facilities Fire Code Upgrades         | Ongoing | 2,000,000            | 4,009,250             |
| Mental Health Community Fac. - Asset Protection | Ongoing | 2,300,000            | 3,976,589             |
| DD Regional Centers - Asset Protection          | Ongoing | 1,600,000            | 3,865,983             |
| Zambarano Campus - Asset Protection             | Ongoing | 1,287,000            | 2,097,912             |
| Substance Abuse - Asset Protection              | Ongoing | 500,000              | 852,932               |
| <b>Total</b>                                    |         | <b>\$ 70,657,181</b> | <b>\$ 102,010,680</b> |
| <b>Source of Funds</b>                          |         |                      |                       |
| Federal Funds                                   |         | \$ 1,058,225         | \$ 3,190,854          |
| Rhode Island Capital Funds                      |         | 69,598,956           | 98,819,826            |
| <b>Total</b>                                    |         | <b>\$ 70,657,181</b> | <b>\$ 102,010,680</b> |

**Summary.** The Department of Behavioral Healthcare, Developmental Disabilities and Hospitals requests \$151.7 million for 15 capital projects, which is \$37.1 million more than the approved capital plan. Of this amount, \$89.7 million will be spent in FY 2015 through FY 2019 period. *The Governor recommends \$102.0 million, including \$70.7 million in the five-year period, \$28.6 million less than requested.*

**Hospital Equipment.** The Department requests \$1.7 million from Rhode Island Capital Plan funds for a new project to replace medical equipment, including hospital beds, and supplies at the state hospital. This includes \$275,000 for FY 2014 and \$275,000 annually for FY 2015 through FY 2019. It appears that this project does not meet the definition of a capital project. *The Governor recommends funding as requested for the five-year plan; he does not include the current year request.*

**Hospital Consolidation.** The Department requests \$41.6 million from Rhode Island Capital Plan funds for a new 93,745 square foot, 140 bed psychiatric hospital, at the Pastore Center in Cranston to house adult psychiatric patients that are either voluntary placements, including geriatric patients, or involuntary placements assigned to the forensic unit. The request increases the total project cost by \$6.7 million to add approximately 13,000 square feet to the approved plan and to fund a project manager. The plan retains Mathias and Regan as hospital and administrative buildings. *The Governor recommends funding as requested in the five-year plan with an adjustment that lowers pre-FY 2014 spending.*

**Developmental Disabilities Residential Support.** The Department requests \$1.0 million annually from Rhode Island Capital Plan funds for the period FY 2015 through FY 2019. The Department also

includes \$1.0 million for FY 2014. The request increases approved capital plan funding by \$0.5 million annually and adds \$1.0 million for FY 2019 for the thresholds program.

The program promotes residential development with additional funding provided by Rhode Island Housing to support new construction of and/or acquisition and rehabilitation of existing housing units. It also supports the access to independence program which allows adults with developmental disabilities to remain in their home and provides furniture for the residences. *The Governor provides \$0.5 million annually for the FY 2015 through FY 2019 timeframe; this is consistent with the enacted level and \$0.5 million less than requested in each fiscal year.*

**Administrative Buildings.** The Department requests \$5.0 million from Rhode Island Capital Plan funds for renovations at Barry Hall and Simpson Hall, including HVAC and roof replacement, re-pointing, new windows and floors. This is \$1.3 million more than the approved capital plan including \$0.6 million more for an updated cost to the roof replacement. The request includes \$3.0 million for FY 2014, consistent with the approved capital plan and adds \$250,000 annually in the FY 2017 through FY 2019 period. *The Governor provides \$4.0 million during the five-year period, \$1.0 million less than requested and \$0.3 million more than the approved plan.*

**Mental Health Residences.** The Department requests \$15.5 million, including \$4.0 million from Rhode Island Capital Plan funds for the FY 2015 through FY 2019 period to provide housing to behavioral health clients through the thresholds program in cooperation with the Rhode Island Housing Mortgage and Financing Corporation. Rhode Island Capital Plan funds are used by Rhode Island Housing to leverage additional resources to support the new construction of and/or acquisition and rehabilitation of existing housing units. The request is consistent with the approved plan and adds \$0.8 million for FY 2019. *The Governor recommends funding as requested in the five-year plan; however, the total project cost is \$8.0 million less than requested to primarily reflect the removal of prior year expenditures.*

**Developmental Disabilities Residence Fire Code.** The Department requests \$1.9 million for the FY 2015 through FY 2019 period to install and upgrade fire alarm and sprinkler systems in the private developmental disabilities residences. The request is \$0.9 million more than the approved plan and adds \$0.5 million to FY 2014 for total funding of \$1.0 million for FY 2014. It also includes \$0.5 million for FY 2017 which was not part of the approved plan. The Department has completed sprinkler and fire alarm upgrades to 131 of 220 facilities. It plans to inspect or re-inspect 48 facilities and has increased its capital plan request in anticipation of required work; however, until a property is inspected it is unclear what may be required. *The Governor includes \$2.1 million for the five-year period; he adds \$0.3 million in FY 2015 and reduces FY 2014 spending by \$0.6 million for an updated project schedule.*

**Developmental Disabilities Group Homes - Asset Protection.** The Department requests \$18.0 million from Rhode Island Capital Plan funds for asset protection projects at the state's 270 group homes for the developmentally disabled, including \$7.9 million in the five-year capital plan. Of the total, 149 are state-owned, 34 state operated, 115 privately operated and 121 privately owned and operated. The request is \$4.0 million more than the approved capital plan. The request adds \$0.3 million for total funding of \$1.3 million in FY 2014 and \$0.6 million for total funding of \$1.5 million for FY 2015 for projects that the Department has not yet identified.

The request also adds \$0.7 million annually for FY 2016 and FY 2017, \$0.5 million more for FY 2018 and includes \$1.5 million for FY 2019. The Department spent \$0.8 million annually in both FY

2010 and FY 2011; \$1.2 million in FY 2012 and \$0.8 million in FY 2013 on asset protection projects. It appears that the Department has overstated its ability to spend the capital plan funding as requested.

*The Governor includes \$4.7 million for the five-year period which is \$0.8 million more than approved and \$3.2 million less than requested. He includes approximately \$1.0 million annually which is consistent with historical spending. The total project cost is \$9.7 million less than requested to primarily reflect the removal of prior year expenditures.*

**Medical Center Rehabilitation.** The Department requests \$5.5 million from Rhode Island Capital Plan funds for the ongoing maintenance of the Pastore Center's Regan and Mathias buildings occupied by Behavioral Healthcare, Developmental Disabilities and Hospitals in the FY 2015 through FY 2019 period. The request is \$3.3 million more than the approved capital plan, including \$2.4 million to install a new HVAC system at the Manuel Mathias building. The request also adds \$0.3 million for FY 2019. It should be noted that the approved capital plan includes funding for hospital equipment that has been requested as a separate item. *The Governor adds \$0.5 million to the request for updated project costs and provides \$6.0 million in the five-year capital plan for repairs at the Pastore Center.*

**Community Facilities Fire Code Upgrades.** The Department requests \$3.4 million from Rhode Island Capital Plan funds to install new and upgrade existing fire alarm sprinkler systems throughout the state owned community developmental disability facilities during FY 2015 through FY 2019. The projects include upgrades to group homes, community workshops and day program sites, outpatient facilities and licensed facilities including the Zambarano group homes. The request is \$1.9 million more than the approved capital plan based on updated project costs, but those include repairs to facilities that have already been upgraded and are scheduled for inspection. *The Governor includes \$2.0 million during the five-year period, \$0.5 million more than approved and \$1.4 million less than requested for the upgrades, which is consistent with historical spending.*

**Mental Health Community Facilities - Asset Protection.** The Department requests \$2.5 million from Rhode Island Capital Plan funds in the five-year capital plan for repairs to mental health community facilities, which is \$1.4 million more than the approved capital plan. The request includes \$0.6 million for FY 2015 and FY 2016, \$0.5 million for FY 2017, \$0.4 million for FY 2018 and adds \$0.4 million for FY 2019. The request also adds \$0.4 million to FY 2015, \$0.3 million to FY 2016 and \$0.2 million to FY 2017; however, based on five-year average spending of approximately \$0.3 million, the updated schedule to add new projects and complete planned ones may be optimistic. The request includes \$0.4 million for FY 2014, \$0.2 million more than the approved plan.

*The Governor reduces requested funding by \$0.2 million to provide \$2.3 million in the five-year capital plan. He lowers FY 2015 and FY 2016 projected spending by \$0.2 million annually and adds \$0.1 million for FY 2017 and FY 2018.*

**Developmental Disabilities Regional Centers - Asset Protection.** The Department requests total funding of \$7.1 million, including \$2.5 million from Rhode Island Capital Plan funds in the FY 2015 through FY 2019 period for repairs and renovations to the 11 state owned regional workshop centers. The approved capital plan includes \$0.4 million annually for FY 2014 through FY 2018. The request adds \$0.1 million annually and includes \$0.5 million for FY 2019. The Department averaged \$355,915 in annual spending from FY 2007 through FY 2013.

*The Governor includes \$1.6 million, \$0.9 million less than requested. He includes \$0.4 million annually for FY 2015 through FY 2019, which is consistent with prior years' spending.*

**Zambarano Campus - Asset Protection.** The Department requests total expenditures of \$2.4 million from Rhode Island Capital Plan funds, including \$1.2 million for the FY 2015 through FY 2019 period, for asset protection projects related to repairs at the Zambarano Campus of the Eleanor Slater Hospital. This includes upgrading the oxygen supply system, installing a specialized air handling system and replacing plaster ceiling in two of the six wards. The Department adds \$0.5 million to the approved capital plan including \$0.2 million for both FY 2015 and FY 2016 and \$125,000 for FY 2019 for new and updated projects. *The Governor includes \$1.3 million in the five-year plan, \$0.1 million more than requested for the projects.*

**Substance Abuse - Asset Protection.** The Department requests \$1.2 million from Rhode Island Capital Plan funds for the five-year capital plan for substance abuse asset protection projects. This is \$0.5 million more than the approved plan including \$0.2 million more for FY 2015 and the addition of \$0.2 million more for FY 2019. The Department requests \$0.2 million more in new projects for total funding of \$0.3 million in FY 2014. It should be noted that the Department spent an average of \$85,207 between FY 2011 through FY 2013 on asset protection and emergency repairs to the 12 community facilities housing substance abuse clients.

*The Governor includes \$0.1 million annually for FY 2015 through FY 2018, consistent with prior year spending. He also includes \$0.1 million in FY 2014.*

**Management Information System.** The Department requests \$12.4 million, including \$3.1 million from Rhode Island Capital Plan funds and \$9.3 million from matching Medicaid funds for a new project to enhance and modify the Department's management information system for developmental disabilities and behavioral healthcare and to purchase a new electronic medical records system for the state-run Eleanor Slater Hospital. It should be noted that the information system does not meet the definition of a capital project and should be supported through the Information Technology Fund or the Department's operating budget. *The Governor does not recommend funding this project.*

**Gloria McDonald Building Renovations.** The Department requests \$1.1 million from Rhode Island Capital Plan funds for a new project to renovate the Gloria McDonald building to be used by the Providence Center as an in-patient substance abuse treatment facility. The Center currently occupies space at the Mathias building, which will now house a dental clinic to be used by hospital patients and individuals in the state-run developmental disabilities program, and the Zambarano Unit of the state hospital for its residential substance abuse program. The request includes \$0.3 million in FY 2014 and \$0.8 million in FY 2015. *The Governor does not recommend funding this project.*

## Governor's Commission on Disabilities

| Projects                   | Status  | 5 Year Total        | Project Total       |
|----------------------------|---------|---------------------|---------------------|
| Facility Renovations       | Revised | \$ 7,500,000        | \$ 9,024,275        |
| <b>Total</b>               |         | <b>\$ 7,500,000</b> | <b>\$ 9,024,275</b> |
| <b>Sources of Funds</b>    |         |                     |                     |
| Rhode Island Capital Funds |         | \$ 7,500,000        | \$ 9,024,275        |
| <b>Total</b>               |         | <b>\$ 7,500,000</b> | <b>\$ 9,024,275</b> |

**Summary.** The Governor's Commission on Disabilities requests facility renovation projects totaling \$26.5 million from Rhode Island Capital Plan funds. The request includes \$12.2 million to be used in the five-year period. The request is \$10.0 million more from Rhode Island Capital Plan funds to reflect the funding requested last year but not approved. *The Governor recommends \$9.0 million in total expenditures which is \$17.0 million less than requested and \$3.7 million less than the approved capital plan. The Governor recommends merging all Commission capital projects into a single project.*

**Facility Renovations.** The Commission requests \$26.0 million to fund four separate accessibility projects described below. *The Governor recommends \$9.0 million from Rhode Island Capital Plan funds in total expenditures including \$7.5 million from FY 2015 to FY 2019. This includes \$1.0 million in FY 2015, \$1.5 million each in FY 2016, FY 2017, and FY 2018 and \$2.0 million in FY 2019. The Governor recommends merging all components of the accessibility project listed below into a single project. Total funding is \$3.7 million less than the approved plan.*

**Accessibility to Higher Education.** The Commission requests \$13.1 million from Rhode Island Capital Plan funds for renovation projects at the institutions of higher education which is \$7.1 million more than the approved capital plan, of which \$6.0 million is to be used in the five-year period covered by the current request. The Commission's request includes elements of the project that were previously requested but not recommended by the Governor or approved by the Assembly. The project includes improving elevators, access, pathways, signage and parking at state-owned buildings in order to assure access for individuals with disabilities. Projects are prioritized based on the results of a statewide accessibility survey the Commission completed in FY 2012. *The Governor recommends funding for one comprehensive project as described above.*

**Accessibility to Open Meetings.** The Commission requests \$7.0 million from Rhode Island Capital Plan funds for facility renovation projects to remove structural barriers at four state owned facilities that are used for public meetings. This is \$3.9 million more than the approved plan primarily for the post FY 2019 period. The Commission's request includes elements of the project that were previously requested but not recommended by the Governor or approved by the Assembly. The current request includes \$3.0 million from Rhode Island Capital Plan funds for FY 2016 through FY 2019 and \$4.0 million for post FY-2019. Projects are prioritized based on the results of a statewide accessibility survey completed in FY 2012. *The Governor recommends funding this as part of one comprehensive project as described above.*

**Accessibility to Disability Service Providers.** The Commission requests \$5.3 million from Rhode Island Capital Plan funds of which \$2.3 million is to be used from FY 2014 to FY 2019 for facility

renovation projects at disability service provider facilities and is \$3.2 million more than enacted for several elevators, including one at the Groden Center. The Commission's request includes elements of the project that were previously requested but not recommended by the Governor or approved by the Assembly.

Approved funding will be used to renovate state-owned long term care and community based facilities, including the removal of structural barriers in order to promote increased independence. Projects are prioritized based on the results of a statewide accessibility survey the Commission completed in FY 2012. It should be noted that half of these projects are for facilities owned by private providers. *The Governor recommends funding this as part of one comprehensive project as previously described.*

**Accessibility Fire Safety Renovations.** The Commission requests \$1.1 million for use during FY 2015 through FY 2019 for facilities renovations in order to remove fire safety hazards from 20 state-owned facilities. This is \$0.8 million more than the approved capital plan from Rhode Island Capital Plan funds to reflect additional projects at state owned facilities. The Commission's request includes elements of the project that were previously requested but not approved by the Assembly. These improvements include creating areas of retreat where individuals that require an elevator can wait for firefighters to arrive in the event that an elevator is not operational and the installation of two-way radios so these individuals can have a line of communication with the fire department. Projects are prioritized based on the results of a statewide accessibility survey the Commission completed in FY 2012. *The Governor recommends funding this as part of one comprehensive project as described above.*

## Department of Elementary and Secondary Education

| Projects                                    | Status  | 5 Year Total         | Project Total        |
|---------------------------------------------|---------|----------------------|----------------------|
| Warwick Career and Technical School         | Revised | \$ 2,500,000         | \$ 3,035,040         |
| Davies School Roof Repair                   | Revised | -                    | 2,462,051            |
| Davies Asset Protection                     | Revised | 1,194,962            | 2,882,430            |
| Woonsocket Career and Technical School      | Revised | 2,952,452            | 3,194,251            |
| Davies School HVAC                          | Revised | 1,237,345            | 4,177,143            |
| Met School HVAC                             | Revised | 1,160,657            | 2,500,000            |
| Met School Asset Protection                 | Ongoing | 400,000              | 546,418              |
| East Providence Career and Technical School | Ongoing | -                    | 1,100,000            |
| Cranston Career and Technical School        | Ongoing | 400,000              | 3,278,260            |
| Technology Infrastructure                   | Ongoing | 10,000,000           | 20,000,000           |
| Comprehensive Education Information System  | Ongoing | 376,000              | 7,615,284            |
| Met School East Bay Campus                  | Ongoing | -                    | 8,815,687            |
| School for the Deaf New Construction        | Ongoing | -                    | 31,248,698           |
| <b>Total</b>                                |         | <b>\$ 20,221,416</b> | <b>\$ 90,855,262</b> |
| <b>Sources of Funds</b>                     |         |                      |                      |
| Certificates of Participation               |         | \$ 10,376,000        | \$ 53,015,284        |
| Federal Funds                               |         | -                    | 4,600,000            |
| Rhode Island Capital Funds                  |         | 9,845,416            | 33,239,978           |
| <b>Total</b>                                |         | <b>\$ 20,221,416</b> | <b>\$ 90,855,262</b> |

**Summary.** The Board for Elementary and Secondary Education requests capital project expenditures for the Department of Elementary and Secondary Education totaling \$92.7 million, which is \$2.3 million more than the approved capital plan adjusted for the removal of two projects that are complete. Of the total, \$19.6 million would be spent in the FY 2015 through FY 2019 period covered by the current request.

*The Governor's capital budget includes \$90.9 million in total projects, with \$20.2 million to be spent in FY 2015 through FY 2019. This is \$0.6 million more than requested for the five-year period.*

**Warwick Career and Technical School.** The Board requests \$3.0 million for roof repairs at the Warwick Career and Technical School. The current budget request is \$1.3 million more than the enacted amount based on a feasibility study conducted in FY 2013 to determine the School's needs. The Department hopes that the district will accept transfer of the facility after the repairs are made. *The Governor recommends funding as requested.*

**Metropolitan Career and Technical Center – HVAC.** The Board requests \$2.5 million from Rhode Island Capital Plan funds programmed from FY 2013 through FY 2015 for a project to repair the HVAC systems for the five buildings at the Metropolitan Career and Technical Center's Peace and Public Street campuses. The goal of the project is to replace outdated and inefficient equipment with more efficient and green energy equipment to prolong the life of the existing systems. *The Governor recommends total funding as requested, but delays funds from FY 2014 to FY 2015.*

**Met School Asset Protection.** The Board requests \$2.3 million from Rhode Island Capital Plan funds programmed through FY 2019 for asset protection projects at the Met School's Peace and Public Street campuses in Providence and the Gallagher Building in Newport. The request is \$1.6 million more than enacted to fund a ramp required by the Americans with Disabilities Act and photovoltaic panels on the canopy covering the ramp. The funds would be used to make the Gallagher wing of the Florence Gray Community Center safe, code compliant, accessible, and energy efficient. This includes required fire safety upgrades and an Americans with Disabilities Act requirement for a ramp to connect the new and existing buildings. *The Governor recommends \$100,000 for each year from FY 2015 through FY 2018 consistent with the approved capital plan.*

**Davies Career and Technical Center - Roof Repair.** The Board of Education requests \$0.3 million for FY 2014 to finish replacing the roof at the Davies Career and Technical Center. The total funding of \$2.5 million is \$0.6 million less than the approved capital plan to reflect the actual project cost. This project began in FY 2005. *The Governor recommends funding as requested.*

**Davies Asset Protection.** The Board requests \$2.8 million from Rhode Island Capital Plan funds for FY 2014 through FY 2019 for asset protection projects, consistent with the approved plan. Specific projects for FY 2014 include waterproofing and sealing projects, repaving of the access drive, master water heater installation, new classroom flooring, old cabinet removal, and painting. *The Governor recommends \$1.2 million for FY 2015 through FY 2019, \$0.1 million more than the approved capital plan.*

**Woonsocket Career and Technical School.** Consistent with the approved capital plan, the Board requests \$3.2 million from Rhode Island Capital Plan funds for FY 2014 through FY 2017 to replace the roof, meet building code requirements, and replace aging systems at the Woonsocket Career and Technical Center. The FY 2015 request divides the work over four years, with a request of \$200,000 for FY 2014, \$1,829,212 for FY 2015, \$808,088 for FY 2016, and \$300,000 for FY 2017. *The Governor recommends funding as requested.*

**Davies Career and Technical Center – HVAC.** The Board requests \$2.2 million from Rhode Island Capital Plan funds programmed through FY 2015 to complete the \$4.2 million project to repair the HVAC system at the Davies Career and Technical Center. The Department has accelerated the project by moving \$427,500 of the enacted amount from FY 2016 to FY 2015. The remaining work includes the replacement of units in the classrooms, the career and guidance offices, upgrading the hot water systems of the facility, the replacement of HVAC units in the cosmetology shop and an upgrade of the building's HVAC system to a new geo-thermal system. *The Governor recommends total funding as requested, but shifts \$0.3 million from FY 2014 to FY 2015.*

**East Providence Career and Technical School.** Consistent with the approved capital plan, the Board requests \$175,000 from Rhode Island Capital Plan funds for FY 2014 to cover fire, health, and life safety repairs at the East Providence Career and Technical Center and purchase new boilers. East Providence took ownership of the facility on July 27, 2013. The transfer agreement requires the Department to pay \$767,128 in FY 2012 and \$175,000 in FY 2014. *The Governor recommends funding as requested.*

**Cranston Career and Technical School.** The Board requests \$3.3 million from Rhode Island Capital Plan funds programmed through FY 2015 to cover remaining miscellaneous life and fire safety repairs and the replacement of the HVAC system at the Cranston Career and Technical Center. The Cranston School District has agreed to accept the transfer of the Career and Technical Center after the correction

of the remaining code violations. The final payment will be made in FY 2015. *The Governor recommends funding as requested.*

**Technology Infrastructure.** The Board requests \$20.0 million from Certificates of Participation to upgrade the technology infrastructure in classrooms throughout the state to ensure that all local education agencies are able to access the comprehensive data systems being developed by extending wireless access in classrooms. The 2012 Assembly approved the issuance of the certificates and the project began in 2013. Currently, districts have begun to contact three qualified vendors to schedule site surveys of instructional classrooms. Once a vendor is chosen, the Department will begin to release grants to districts. *The Governor recommends funding as requested.*

**Comprehensive Education Information System.** Consistent with the approved capital budget of \$7.6 million, the Board requests \$3.0 million from authorized Certificates of Participation and \$4.6 million from federal funds to implement the comprehensive education information system innovative schools initiative (CEIS). The remaining \$0.5 million from Certificates of Participation are programmed through FY 2016 for implementation. The comprehensive education information system integrates state and local district information. *The Governor recommends funding as requested.*

**Metropolitan Career and Technical Center East Bay Campus.** Consistent with the approved capital plan, the Board requests \$8.8 million from Rhode Island Capital Plan funds through FY 2014 to renovate and add new space to the Florence Gray Community Center in Newport to accommodate the growing student enrollment at the Met School's East Bay Campus. The state purchased the Gray center from the Newport Housing Authority in August 2011. This project involves renovations to this space as well as the construction of an adjacent facility. The school opened in August 2006 with 30 students; its current enrollment is 120 students. *The Governor recommends funding as requested.*

**School for the Deaf New Construction.** The Board's request of \$31.2 million reflects \$30.0 million from Certificates of Participation and \$1.2 million from Rhode Island Capital Plan funds to construct a new School for the Deaf at its current location in Providence. The 2009 Assembly provided \$1.2 million from Rhode Island Capital Plan funds for FY 2009 to begin the project and \$30.0 million from Certificates of Participation. The project was completed at a cost of \$30.6 million and students were able to occupy the new school on September 1, 2010. The remaining \$600,000 will be spent in FY 2014 to construct an outbuilding/garage that was not part of the original request. *The Governor recommends funding as requested.*



## Public Higher Education

| Projects                       | Status  | 5 Year Total          | Project Total           |
|--------------------------------|---------|-----------------------|-------------------------|
| <b>Systemwide</b>              |         |                       |                         |
| Asset Protection               | Ongoing | \$ 64,732,766         | \$ 139,565,493          |
| <b>Community College</b>       |         | 38,862,254            | 62,047,254              |
| <b>College</b>                 |         | 109,960,566           | 158,012,938             |
| <b>University</b>              |         | 437,153,525           | 645,735,421             |
| <b>Total</b>                   |         | <b>\$ 650,709,111</b> | <b>\$ 1,005,361,106</b> |
| <b>Sources of Funds</b>        |         |                       |                         |
| General Obligation Bonds       |         | \$ 179,143,873        | \$ 292,340,000          |
| General Obligation Bonds - New |         | 115,000,000           | 125,000,000             |
| Other                          |         | 79,894,793            | 102,734,318             |
| Other Debt                     |         | 7,000,000             | 22,873,890              |
| Rhode Island Capital Funds     |         | 118,279,066           | 235,129,901             |
| RIHEBC                         |         | 140,272,236           | 185,990,805             |
| University and College Funds   |         | 11,119,143            | 41,292,192              |
| <b>Total</b>                   |         | <b>\$ 650,709,111</b> | <b>\$ 1,005,361,106</b> |

**Summary.** The institutions under the Board of Education submit five-year capital requests that include projects totaling \$1,438.0 million, of which \$922.5 million would be spent in the FY 2015 through FY 2019 period; \$101.5 million would be spent in FY 2014.

*The Governor recommends \$1,005.4 million with \$650.7 million in projects to be spent in the FY 2015 through FY 2019 period and \$93.8 million to be spent in FY 2014. Average annual outlays for the five-year period are \$126.8 million.*

**New Bond Initiatives.** The current request includes \$330.5 million in new general obligation bond funds to be placed on the November 2014 and November 2016 ballots. The request includes \$12.9 million for athletic facilities renovations for the Community College. At the University, the request includes \$70.2 million for a new Fine Arts Center and \$59.0 million for the full restoration of four historic buildings on the Kingston Campus. It also includes \$188.4 million to renovate and replace the buildings serving the Engineering College.

*The Governor's capital budget includes \$125.0 million of new general obligation bonds to be submitted to the voters on the November 2014 ballot for the first phase of a project to renovate and build additions to the College of Engineering complex at the University of Rhode Island. Annual debt service would be \$10.3 million. The Governor also recommends two projects for the University to be placed on the November 2016 ballot. This includes the second phase of the College of Engineering project and the fine arts center. He did not include the historic quadrangle project for the University and he recommends that the athletic facilities renovations at the Community College be funded from revenue bonds.*

| Project                          |      | Current Board Req.    | Governor 2014 Ballot  | Governor 2016 Ballot |
|----------------------------------|------|-----------------------|-----------------------|----------------------|
| Athletic Facilities Renovations* | CCRI | \$ 12,862,254         | \$ -                  | \$ -                 |
| Historic Quadrangle              | URI  | 59,000,000            | -                     | -                    |
| Engineering Quadrangle Phase I   | URI  | 144,500,000           | 125,000,000           | -                    |
| Engineering Quadrangle Phase II  | URI  | 43,900,000            | -                     | 25,500,000           |
| Fine Arts Center                 | URI  | 70,200,000            | -                     | 70,200,000           |
| <b>Total</b>                     |      | <b>\$ 330,462,254</b> | <b>\$ 125,000,000</b> | <b>\$ 95,700,000</b> |

\*The Governor recommends funding from revenue bonds.

**Other Debt.** The Board's current request also includes projects funded from revenue bonds. If a revenue stream is available, that revenue pays the debt service on the bonds. For example, housing fees would pay the debt service on a new dorm or renovation project. With projects for which there is no dedicated revenue stream, debt service is paid from either general revenues or tuition and fee revenues. The current request includes a total of \$175.9 million from revenue bonds, including \$130.2 million in the five-year period. Annual debt service on the \$130.2 million, assuming 20 years and a 5.0 percent interest rate, is \$9.9 million. Annual debt service on the entire \$175.9 million is \$13.4 million.

*The Governor recommends \$186.0 million from revenue bonds, including \$140.3 million in the five-year period. Annual debt service on the \$140.3 million assuming 20 years and 5.0 percent interest is \$11.6 million; for the full \$186.0 million it is \$15.4 million. This includes 11 projects at the University, two at the College and one at the Community College.*

### Systemwide Projects

**Asset Protection.** The Board requests \$92.0 million from Rhode Island Capital Plan funds for asset protection projects for the five years of the current capital request. The Board assumed use of \$15.3 million for FY 2014 and \$17.1 million for FY 2015. The five-year request is \$24.8 million more than the approved capital plan for projects at the University to reflect its estimated need. The University indicates that its need for maintaining its current assets will average between \$11.0 million and \$13.0 million a year for the five years of the capital plan. The approved capital plan includes \$7.4 million for FY 2014 growing to \$8.0 million for FY 2018. The request for the Community College and College are consistent with the approved capital plan.

The 2006 Assembly included an annual five percent increase in asset protection projects as part of its multi-year appropriations. The 2008 Assembly provided three percent increases for FY 2011 and FY 2013 and a 10.0 percent increase for FY 2012 as part of its multi-year appropriations. The 2011 Assembly added \$2.0 million in each year, FY 2012 through FY 2016.

*The Governor recommends funding consistent with the approved capital plan for the five-year period and \$14.1 million for FY 2019. He eliminates \$0.1 million of unused funds from FY 2013 at the Community College that was automatically reappropriated to FY 2014.*

## Community College of Rhode Island

| Projects                                 | Status  | 5 Year Total         | Project Total        |
|------------------------------------------|---------|----------------------|----------------------|
| <i>Community College of Rhode Island</i> |         |                      |                      |
| Athletic Facilities                      | New     | \$ 12,862,254        | \$ 12,862,254        |
| Energy Performance Contract              | Revised | -                    | 6,560,000            |
| Flanagan Campus Addition                 | Revised | 6,000,000            | 22,500,000           |
| Knight Campus Renewal                    | Revised | 20,000,000           | 20,125,000           |
| <b>Total</b>                             |         | <b>\$ 38,862,254</b> | <b>\$ 62,047,254</b> |

**Athletic Facilities.** The Board requests \$12.9 million from new general obligation bonds to build several new sports venues and make significant improvements to the field houses and existing fields at the Community College. Annual debt service assuming 5.0 percent and a 20 year term would be \$1.1 million with a total cost of \$20.7 million supported by general revenues. Principal additions include an outdoor track at the Knight Campus and outdoor tennis courts at both the Knight and Flanagan campuses. A new softball field at the Knight Campus and improvements to the existing softball field at Flanagan are also included in the plan. Improvements to existing fields include lighting, irrigation, bleachers, fencing and a small addition to the Knight Campus field house for the development of a new wellness program.

As part of both his FY 2013 and FY 2014 budgets the Governor's recommendation assumed the \$12.9 million would come from revenue bonds though they were not requested. The Community College has indicated there is no revenue source.

*The Governor recommends \$12.9 million in total funding from new revenue bonds with expenditure beginning in FY 2016; however, he did not submit a resolution for Assembly approval of debt issuance.*

**Energy Performance Contract.** The Board requests \$11.1 million from Certificates of Participation and College funds to purchase energy-saving improvements in buildings and infrastructure for the Community College. Energy service contracts guarantee that savings in utility costs will be used to pay for the debt service on the cost of the replacement of antiquated and inefficient equipment. The Community College is authorized to enter into an energy services contract for an amount not to exceed \$11.5 million over seven years. The approved capital plan assumed use of \$11.1 million from Certificates of Participation. The Community College has opted to use its own funds and has programmed \$4.5 million from College funds of which \$3.9 million is already spent, requiring only \$6.6 million to come from the debt issuance. *The Governor recommends \$6.6 million from Certificates of Participation as requested. His capital budget does not show the College funds already spent on this project.*

**Flanagan Campus Addition.** The Board requests \$29.8 million from Rhode Island Capital Plan funds to add approximately 50,000 square feet to the Flanagan Campus academic building. The addition will include 15 classrooms, faculty offices, computer lab space, a theater/arts space, student lounge and additional study areas. The project also includes a planetarium and relocation of the bus shelter. This is \$7.3 million or 32.5 percent more than the approved capital plan to reflect the prior year's request not recommended by the Governor. The approved capital plan includes \$22.5 million from Rhode Island Capital Plan funds with expenditures beginning in FY 2017. *The Governor recommends funding consistent with the approved capital plan.*

**Knight Campus Renewal.** The Board requests \$21.5 million from Rhode Island Capital Plan funds for a comprehensive renewal of the interior of the original Knight Campus Megastructure. This is \$1.4 million or 6.9 percent more than the approved capital plan and consistent with last year's request. Renovations will include painting, lighting, new carpeting and tile and a redesign of the theatre. The project also involves roadway and landscape improvements to the main entrance road and facility entrance. The project is programmed to begin in FY 2014. *The Governor recommends \$20.1 million with expenditures beginning in FY 2014, consistent with the approved capital plan.*

### Rhode Island College

| Projects                                    | Status  | 5 Year Total          | Project Total         |
|---------------------------------------------|---------|-----------------------|-----------------------|
| <i>Rhode Island College</i>                 |         |                       |                       |
| Academic Buildings Phase II                 | Revised | \$ -                  | \$ 150,000            |
| Academic Buildings Phase III                | Revised | 150,000               | 150,000               |
| Academic Buildings Phase IV                 | Revised | 150,000               | 150,000               |
| Renovation/Addition Life Sciences Building  | Revised | 5,047,308             | 5,625,268             |
| Student Union Renovation                    | Ongoing | 36,846,336            | 36,846,336            |
| New Residence Hall                          | Ongoing | 75,000                | 75,000                |
| Modernization/Renovation of Residence Halls | Ongoing | -                     | 175,000               |
| Roads/Parking/Entrances                     | Ongoing | 6,475,000             | 7,075,000             |
| Academic Buildings Phase I                  | Ongoing | 41,716,922            | 45,582,207            |
| Infrastructure Modernization                | Ongoing | 12,500,000            | 18,689,260            |
| Energy Performance Contract                 | Ongoing | 7,000,000             | 7,700,000             |
| Art Center Facility                         | Ongoing | -                     | 21,247,349            |
| Recreation Center Modernization             | Ongoing | -                     | 14,547,518            |
| <b>Total</b>                                |         | <b>\$ 109,960,566</b> | <b>\$ 158,012,938</b> |

**Academic Buildings - Phase II.** The Board requests \$150,000 from College funds for a feasibility study for the second phase of a four-phase project to modernize and rehabilitate eight academic buildings at Rhode Island College to be completed in FY 2014, one year later than the approved capital plan based on a reprioritization of projects. The two buildings planned for renovation are Adams library, and the Horace Mann Hall. This differs from the approved capital plan which included the renovation of the Clark Science Hall and the Horace Mann Hall based on a reassessment of the College's short term and long term needs and a reprioritization of the order in which the academic facilities will be renovated. *The Governor recommends funding as requested.*

**Academic Buildings - Phase III.** Consistent with the approved capital plan, the Board requests \$150,000 from College funds for FY 2015 for a feasibility study for the third phase of a four-phase project to modernize and rehabilitate eight academic buildings at Rhode Island College. This is one year earlier than the approved capital plan based on a reprioritizing of projects. The two buildings planned for renovation as part of the third phase are Whipple Hall and Roberts Hall. Funding is consistent with the approved capital plan; however, the current request is for renovations to Whipple and Roberts Halls based on a reassessment of the College's short term and long term needs and a reprioritization of the order in which the academic facilities will be renovated. *The Governor recommends funding as requested.*

**Academic Buildings - Phase IV.** The Board requests \$150,000 from College funds for a feasibility study for the fourth and final phase of a project to modernize and rehabilitate eight academic buildings at Rhode Island College. The two buildings planned for renovation as part of the fourth phase are Clark Science and Henry Barnard School. The College indicates the study is to be completed in FY 2016 due to the building's current condition based on Master Plan findings. This is one year earlier than the approved capital plan. *The Governor recommends funding as requested.*

**Renovation/Addition Life Sciences Building.** The Board requests \$5.6 million to renovate and construct an addition to the Fogarty Life Sciences Building. This includes \$0.3 million from College funds and \$5.3 million from general obligation bond funds programmed over FY 2014 and FY 2015. The request is \$0.2 million more from College funds than the approved capital plan based on projected costs. In 2012, voters approved \$50.0 million of new general obligation bonds for academic buildings to include renovation, upgrade and expansion of health and nursing facilities. The Board has divided the bond funding into two projects. Of the total \$50.0 million, \$5.3 million is for this project.

The College plans to provide adequate and up to date classrooms, laboratories, and faculty offices. The renovation work in the Fogarty Life Sciences Building includes improvements to the buildings envelope, interior spaces, handicap accessibility, upgrades to the HVAC and electrical systems. The new addition will house nursing skills labs, a health assessment lab, simulation labs and debriefing rooms, standardized patient exam rooms and skill and sim lab support. *The Governor recommends funding as requested.*

**Student Union Renovation/Addition.** The Board requests \$36.9 million for the renovation and expansion of the Student Union. This includes \$34.5 million from revenue bonds backed by user fees and \$2.4 million from College funds. Funding is consistent with the approved capital plan and programmed to begin in FY 2018 through FY 2019. The renovation and expansion would provide more space and educational opportunity. Assuming 20 years and 5.0 percent interest, annual debt service payments would be \$2.9 million for a total cost of \$55.2 million. *The Governor recommends funding as requested but did not submit a resolution for Assembly approval of the debt issuance.*

**New Residence Hall.** Consistent with the approved capital plan, the Board requests \$75,000 from College funds for a feasibility study for a new residence hall. The feasibility study will be conducted to assess and evaluate the College's ability to expand housing capacity by 350 to 400 beds. The study is scheduled for FY 2015. *The Governor recommends funding as requested.*

**Modernization/Renovation - Residence Halls.** Consistent with the approved capital plan, the Board requests \$175,000 from College funds for a feasibility study to assess and evaluate five of the six residential facilities on campus. The five facilities range from 19 to 46 years old with limited renovations done during those time periods. The study is scheduled to be completed in FY 2014. *The Governor recommends funding as requested.*

**Roads/Parking/Entrances.** Consistent with the approved capital plan, the Board requests \$9.1 million for upgrades and modernization of internal circulation system, the continued modernization of major parking lots and a comprehensive update of on-campus and off-campus signage. Funding includes \$9.1 million from Rhode Island Capital Plan Funds and \$20,000 from College funds and is programmed through FY 2016. *The Governor recommends \$6.5 million from Rhode Island Capital Plan funds programmed over FY 2018 and FY 2019. The difference from the approved capital plan appears to be in pre-FY 2014 expenditures and delaying the project start three years to accommodate the Governor's overall capital plan.*

**Academic Building Phase I.** Consistent with the approved capital plan, the Board requests \$45.6 million for a full renovation to Craig Lee and Gaige Halls. The request includes \$44.7 million from general obligation bond funds approved by the voters in November 2012 and \$0.9 million from College funds. The 2012 Assembly included \$50.0 million of new general obligation bonds for academic buildings and health and nursing facilities. Funding is programmed through FY 2018. *The Governor recommends funding as requested and programs expenditures through FY 2017.*

**Infrastructure Modernization.** Consistent with the approved capital plan, the Board requests \$18.7 million to modernize and replace steam lines, steam condensate lines, voice and data systems and the electrical distribution system. The project includes \$18.5 million from Rhode Island Capital Plan funds and \$0.2 million from College funds programmed through FY 2018. *The Governor recommends funding as requested but programs expenditures through FY 2019, one year later than requested.*

**Energy Performance Contract.** The Board requests \$7.7 million from Certificates of Participation and College funds to enter into an energy performance contract with an energy services company to purchase energy saving improvements in buildings and infrastructure. Funding is consistent with the approved capital plan but programmed for completion one year later, in FY 2016. *The Governor recommends funding as requested.*

**Art Center Facility Renovation.** Consistent with the approved capital plan, the Board requests \$21.5 million for the construction of a new 54,000 square foot Art Center Facility. The request includes \$17.0 million from general obligation bond funds that were approved by the voters on the November 2010 ballot, \$2.7 million from College funds and \$1.8 million from Rhode Island Capital Plan funds programmed through FY 2014.

*The Governor recommends \$21.2 million, which includes final payment of \$8.4 million for FY 2014. Rhode Island Capital Plan funds are \$0.3 million less than requested reflecting an error in pre-FY 2014 expenditures.*

**Recreation Center Modernization.** The Board's request includes \$14.5 million for the modernization and renovation of the existing Rhode Island College Recreation Center including \$10.0 million from revenue bonds and \$3.3 million from College funds. It also reflects use of \$1.2 million from federal fiscal stabilization funds for fire safety projects. The project is complete and final payment is expected in FY 2014. *The Governor recommends funding as requested.*

## University of Rhode Island

| Projects                                             | Status  | 5 Year Total          | Project Total         |
|------------------------------------------------------|---------|-----------------------|-----------------------|
| <i>University of Rhode Island</i>                    |         |                       |                       |
| Bay Campus Building Renovations - Adv. Planning      | New     | \$ -                  | \$ 300,000            |
| Electric Utility Substation Replacement              | New     | 5,290,000             | 5,290,000             |
| College of Pharmacy                                  | Revised | -                     | 70,379,686            |
| New Chemistry Building                               | Revised | 42,968,430            | 68,175,370            |
| Anna Fascitelli Wellness Center                      | Revised | -                     | 11,230,000            |
| Student Athletic Development Center                  | Revised | -                     | 2,821,788             |
| Fine Arts Center Renovation                          | Revised | 70,200,000            | 70,620,000            |
| Butterfield Dining Hall                              | Revised | 1,441,059             | 8,500,000             |
| Nursing Education Center                             | Revised | 700,000               | 2,675,000             |
| Biological Resource Lab                              | Revised | 18,500,000            | 18,500,000            |
| Engineering - Building Renovations Phase I and II    | Revised | 135,000,000           | 150,500,000           |
| Utility Infrastructure                               | Revised | 24,882,500            | 24,882,500            |
| Facilities Services Sector Upgrade                   | Revised | 17,700,000            | 17,700,000            |
| Kingston Campus Parking Garage                       | Revised | 18,000,000            | 18,000,000            |
| Tyler Hall Renovation Phase II                       | Revised | 5,500,000             | 5,500,000             |
| Fire Protection - Auxiliary Enterprise Buildings     | Ongoing | 5,807,169             | 18,205,000            |
| Fire Protection - Academic and Administrative        | Ongoing | 3,250,000             | 25,848,356            |
| Energy Conservation Phase II                         | Ongoing | -                     | 8,813,890             |
| Ranger Hall                                          | Ongoing | 1,611,743             | 4,640,000             |
| North District Infrastructure                        | Ongoing | 2,096,323             | 10,315,000            |
| Engineering Quad Advanced Planning                   | Ongoing | -                     | 313,831               |
| Repaving and Road Construction                       | Ongoing | 5,294,667             | 14,725,000            |
| GLBTQ Center                                         | Ongoing | -                     | 1,500,000             |
| Fogarty, Morrill and Pastore Halls Advanced Planning | Ongoing | -                     | 200,000               |
| University Inn, Admissions, Housing and Retail       | Ongoing | 59,200,000            | 59,200,000            |
| Combined Health and Counseling Center                | Ongoing | 13,111,634            | 20,300,000            |
| Bay Campus - Utilities and Infrastructure            | Ongoing | 2,000,000             | 2,000,000             |
| Shepard Building Updates                             | Ongoing | 4,600,000             | 4,600,000             |
| <b>Total</b>                                         |         | <b>\$ 437,153,525</b> | <b>\$ 645,735,421</b> |

**Bay Campus Building Renovation - Advanced Planning.** The Board requests \$0.3 million from Rhode Island Capital Plan funds for FY 2015 for a new project to engage an architectural and engineering firm to undertake planning for the Narragansett Bay Campus. Work would include evaluations of existing buildings and the establishment of priority projects for a comprehensive renovation. *The Governor recommends funding as requested.*

**Electric Utility Substation Replacement.** The Board requests \$5.3 million from revenue bonds backed by general revenues and tuition and fees over FY 2015 and FY 2016 for a new project to replace the electric utility substation. Assuming a 20-year term and 5.0 percent interest, the annual debt service would be \$0.4 million with a total cost of \$8.5 million. The project involves the engineering and construction to replace two electric substations and associated switch gear. The new substations will receive and distribute power underground versus the current overhead configuration.

*The Governor recommends total funding as requested but programs expenditures from FY 2017 through FY 2018. He did not submit a resolution for Assembly approval of the debt issuance.*

**College of Pharmacy.** The Board's request for \$70.4 million includes \$65.0 million from general obligation bonds, \$0.9 million from University funds and \$4.5 million from private donations. Private donations are \$0.6 million more than the approved capital plan and University funds are \$0.4 million more. The voters approved \$65.0 million from general obligation bonds placed on the November 2006 ballot. The revised plan calls for the construction of a 148,000 square foot facility. The building will provide classrooms, teaching laboratories, research laboratories, faculty, staff and administrative offices, and outreach programs. Because bids were lower than the bond authorization amount, the University is also able to build out the shelled space in the lowest level of the building. This new space is intended to support partnerships with the developing biopharmaceutical industry. *The Governor recommends funding as requested.*

**New Chemistry Building.** The Board requests \$68.2 million to design and construct a new chemistry building. This includes \$61.0 million from general obligation bonds approved by the voters on the November 2010 ballot and \$4.8 million from Rhode Island Capital Plan funds. The request also includes \$2.4 million from University and other funds based on revised cost estimates that were not included in the approved capital plan. The project will provide classrooms, research laboratories, faculty and administrative offices.

The current cost estimate for a 130,000 square foot building is for a total of \$76.5 million. Instead of scaling back the project, the University has opted to omit the completion of the interior of the fourth floor research areas from the construction contract. The University is requesting Rhode Island Capital Plan funding for a new companion project to build out the fourth floor as part of a separate \$7.5 million project. It should be noted that when final cost estimates for the University's new pharmacy building were less than originally requested, the University increased the scope of the project by 5,000 square feet in lieu of realizing the savings. *The Governor recommends funding as requested; he does not recommend the separate \$7.5 million project to build out the fourth floor.*

**Anna Fascitelli Wellness Center.** The Board requests \$11.2 million from private funds and student affairs auxiliary funds to renovate the Anna Fascitelli Wellness Center, a 29,618 square foot two-story masonry building constructed in 1969 into a student wellness and activity center. Funding is \$0.1 million more than the approved capital plan based on updated cost estimates. Funding is programmed through FY 2014. *The Governor recommends funding as requested.*

**Student Athletic Development Center.** The Board requests \$2.8 million from private sources and University funds to renovate 12,000 square feet within the Tootell Center and Keaney Gymnasium for an athlete development center. The project is nearing completion with final expenditures programmed for FY 2014. This is \$0.8 million less than the approved capital plan from University funds based on using asset protection funds to improve the steam system and access for persons with disabilities. *The Governor recommends funding as requested.*

**Fine Arts Center Renovation.** The Board's request includes \$74.1 million from new general obligation bonds and Rhode Island Capital Plan funds to complete renovation and enhancement of the 120,720 square foot fine arts center on the Kingston Campus, which serves the University's program in the musical, theatrical, visual and graphic arts. The approved capital plan includes \$0.4 million from Rhode Island Capital Plan funds for planning and \$65.0 million from general obligation bonds for construction to be submitted to the voters on the November 2014 ballot. The current request is \$7.9 million more than the approved capital plan. The request includes \$70.2 million from general

obligation bonds and \$3.9 million from Rhode Island Capital Plan funds. This includes an additional \$3.5 million from Rhode Island Capital Plan funds to fund the design of the project in FY 2015. The University has indicated that using Rhode Island Capital Plan funds for design will shorten the overall project timeline. The University has reprioritized this project and would like it to go on the November 2016 ballot.

*The Governor's capital budget assumes \$70.2 million from general obligation bonds would be placed on the November 2016 ballot with expenditure to begin in FY 2018. Annual debt service assuming a 5.0 percent interest rate and a 20-year term would be \$5.8 million.*

**Butterfield Dining Hall.** The Board requests \$8.5 million from student affairs auxiliary fund balances and dining services operating fees programmed through FY 2015 to expand the Butterfield Dining Hall, which is \$0.9 million more than the approved capital plan based on a completed feasibility study. This project includes a 5,900 square foot addition, as well as remodeling of the existing facility to accommodate an increase in on campus resident students from the Hillside Residence Hall. The project also includes a 1,500 square foot second floor addition and 950 square feet of renovations for student lounge and common areas. *The Governor recommends funding as requested.*

**Nursing Education Center.** The Board's request includes \$57.4 million to construct a new 120,000 square foot joint nursing building for the University of Rhode Island and Rhode Island College nursing programs in Providence and enhancements to the University's existing nursing education facilities. Funding includes \$50.6 million from private developer construction costs supported by annual lease payments and \$6.8 million from Rhode Island Capital Plan funds for design and project management of the Nursing Education Center building and upgrades to White Hall, the current location of the University's nursing program. This is \$4.3 million more from Rhode Island Capital Plan funds than the approved plan.

Each chamber of the 2013 Assembly passed a resolution encouraging and supporting the efforts of the Board of Education and the Department of Administration to locate a shared nursing facility at the South Street Power Station in Providence.

*While the Governor did not include this project as part of his Capital Budget recommendations, members of his administration have indicated that they are currently working on a proposal and anticipate submitting it to the Assembly for review in the next few months.*

**Biological Resources Lab.** The Board's request includes an \$18.5 million project to construct a 17,000 square foot biological resources laboratory designed to centralize and replace the numerous small laboratory animal care facilities on the Kingston Campus. This is \$0.7 million more than the approved capital plan to reflect cost escalation associated with delaying the project one year. The University is proposing to use federal research overhead recovery to support lease payments for a public/private partnership. Funding is programmed from FY 2015 through FY 2018. The new lab would be designed to National Institutes of Health standards and be located underground the new north district science courtyard and connected to the lower two floors of the new College of Pharmacy Building. *The Governor recommends funding as requested.*

**Engineering Building Renovations.** The Board requests \$144.5 million from new general obligation bonds for the first phase of a project to renovate buildings in the engineering quadrangle to begin in FY 2015. This is \$5.5 million more than the approved plan based on planning work that occurred during FY 2013. The project would include renovations and additions to Bliss Hall, Crawford Hall, Gilbreth Hall, Kelly Hall and Annex, Wales Hall, and a replacement for the Sheets building serving

the Ocean Engineering Program on the Narragansett Bay campus. The project will focus on the improvement of classrooms and offices, modernization of teaching laboratories, upgrading elevators, and restrooms. The heating, ventilating, and air conditioning systems will also be replaced along with the roofs. The project encompasses 173,817 square feet of space. The Board requests that this project go on the November 2014 ballot for voter approval, consistent with the approved plan.

*The Governor recommends \$125.0 million of new general obligation bonds to be submitted to the voters on the November 2014 ballot. Annual debt service assuming 5.0 percent interest and a 20-year term would be \$10.3 million. His budget also includes \$25.5 million from general obligation bonds to be placed on the November 2016 ballot. Annual debt service assuming a 5.0 percent interest rate and a 20-year term would be \$2.1 million. The University split its initial request into three phases; the Governor appears to recommend the first two phases. The third phase would be for approximately \$38.0 million and is not included in the recommended plan.*

**Utility Infrastructure.** The Board requests \$24.9 million from revenue bonds backed by general revenues and tuition and fees for two phases of utility infrastructure upgrades. The FY 2015 request includes \$24.9 million from revenue bonds programmed over FY 2015 and FY 2016 for Phase I and FY 2016 through FY 2018 for Phase II. The project involves the replacement of the steam/condensate distribution system, water distribution system, electrical distribution system and the sanitary sewer system. This is \$3.4 million more than last year's request based on updated cost estimates. The total cost, assuming 5.0 percent interest and a 20-year term is \$40.0 million with annual debt service of \$2.1 million. The Governor recommended \$21.5 million from revenue bonds as part of his FY 2014 capital budget but did not submit a resolution for Assembly approval of the debt issuance.

*The Governor recommends funding as requested but shifts the beginning of phase I out two years to begin in FY 2017. He did not submit a resolution for Assembly approval of the debt issuance.*

**Facilities Services Sector Upgrade.** The Board requests \$17.7 million from new revenue bonds to make improvements to the service sector area that houses the operations and maintenance functions, and stores equipment, furniture and supplies. This is \$5.4 million more than assumed in the approved capital plan to reflect a delay in the project. The plan calls for the demolition of the automotive garage and the grounds building. New buildings will accommodate equipment and furniture storage, automotive garages and any workshops necessary in the facilities compound while largely hiding the operations from public view. Assuming 20 years and 5.0 percent interest, annual debt service payments would be \$1.5 million for a total cost of \$28.3 million. The debt will be paid from the University's unrestricted budget; this includes general revenues, tuition, and fees. *The Governor recommends funding as requested and programs it to begin in FY 2017. He did not submit a resolution for Assembly approval of the debt issuance.*

**Kingston Campus Parking Garage.** The Board requests total funding of \$18.0 million from all sources, including \$17.0 million from revenue bonds backed by parking fees and \$1.0 million from University funds for FY 2016 and FY 2017 for the design and construction of a multi-level parking structure on a portion of the Chafee Hall faculty and staff parking lot. The project includes parking on five levels, including a sub-entry level, with a total of 561 parking spaces. Assuming 20 years and 5.0 percent interest, annual debt service payments would be \$1.4 million for a total cost of \$27.2 million. This request is \$1.3 million more than last year's request to reflect a two year delay in the planned construction. The Governor recommended funding as requested but did not submit a resolution for Assembly approval of the debt issuance and the Assembly did not authorize any new debt issuances. *The Governor recommends funding as requested but shifts the beginning out one year to FY 2017. He did not submit a resolution for Assembly approval of the debt issuance.*

**Tyler Hall Renovation Phase II.** The Board requests \$5.5 million from revenue bonds backed by general revenues, tuition and fees for a project to complete renovations to Tyler Hall programmed to begin in FY 2018. The project would include a renovation of the lab and office spaces assigned to the computer science department, upgrading the HVAC system, reconfiguring and renovating the middle floor west, upgrading infrastructure and telecommunications data capacity on the middle floor east, and upgrading utilities, HVAC and refinishing the upper floor west. The approved capital plan assumed that funding would include \$2.8 million from revenue bonds and \$2.8 million from private funds. *The Governor recommends funding consistent with the approved capital plan. He did not submit a resolution for Assembly approval of the debt issuance.*

**Fire Protection - Auxiliary Enterprise Buildings.** Consistent with the approved capital plan, the Board requests \$18.2 million from revenue bonds to upgrade existing fire alarm systems and install fire-suppressing sprinkler systems in all of the University of Rhode Island's auxiliary enterprise buildings that are not presently equipped with sprinkler and addressable alarm systems. This includes some of the older dorms, a dining hall and Memorial Union. The 2008 Assembly authorized the University to issue \$19.4 million from revenue bonds backed by student fees for this project and the project cost reflects the \$18.2 million that is available net of issuance costs. Funding is programmed through FY 2016. *The Governor recommends funding as requested.*

**Fire Protection - Academic and Administrative Buildings.** Consistent with the approved capital plan, the Board requests \$13.4 million from Rhode Island Capital Plan funds and \$12.5 million from federal fiscal stabilization funds for a project to upgrade existing fire alarm systems and install fire-suppressing sprinkler systems in all of the University of Rhode Island's academic and administrative buildings that are not presently equipped with sprinkler and addressable alarm systems. The project is programmed through FY 2015. *The Governor recommends funding as requested.*

**Energy Conservation Phase II.** The Board requests \$12.6 million from Certificates of Participation consistent with the approved capital plan for the second phase of a project for the University to enter into an energy performance contract to purchase energy-saving improvements in buildings and infrastructure. The 2010 Assembly approved a resolution for a lease not to exceed \$12.6 million at the University; this was the second phase of a project that began in 2006 when \$18.1 million was authorized.

*The Governor recommends \$8.8 million which is \$3.8 million less than authorized to reflect projects that have been identified to date. The Budget Office has indicated that once the University identifies other appropriate projects, the remaining \$3.8 million will be reflected in future capital budget recommendations.*

**Ranger Hall.** Consistent with the approved capital plan, the Board's request includes \$4.6 million for the rehabilitation and restoration of Ranger Hall. The building currently houses Nutrition and Food Sciences but will be converted from a lab-based building to one better suited for classroom and office use. Funding includes \$3.6 million from general obligation bond proceeds approved in 1996 and \$1.0 million from private sources. The project is scheduled to be completed during FY 2015. *The Governor recommends funding as requested.*

**North District Infrastructure.** Consistent with the approved plan, the Board requests \$10.3 million from revenue bond funds to fund on-site utility connections, drainage systems, walkways, parking areas, landscaping and demolition work in the north district of campus for projects underway including the Center for Biotechnology and Life Sciences, Chemistry buildings and the College of Pharmacy.

The 2008 Assembly authorized the University to issue \$11.2 million from revenue bonds for this project. The bonds were issued in June 2009. *The Governor recommends funding as requested.*

**Engineering Quad Advanced Planning.** The Board requests \$0.3 million from University funds for FY 2014 for planning work on the University's engineering quad. The project will allow the University to study the building improvement priorities for the College of Engineering. This is consistent with the approved capital plan. *The Governor recommends funding as requested.*

**Repaving and Road Construction.** Consistent with the approved capital plan, the Board requests \$14.7 million from revenue bonds backed by parking fees and University funds for the third phase of the University's efforts to repave and reconstruct major parking facilities, internal roadways, and walkways. The Parking Services Enterprise is providing funding from existing fund balances to develop an additional 300 commuter/event parking spaces in conjunction with the road extension project. *The Governor recommends funding as requested.*

**LGBTQ Center.** Consistent with the approved capital plan, the Board requests \$1.5 million from University sources programmed from FY 2013 through FY 2014 to construct a 5,000 square foot facility to support gay, lesbian, bi-sexual, and trans-gender community members. This project includes multipurpose rooms, as well as a student lounge, resource area, kitchen space, and offices. *The Governor recommends funding as requested.*

**Fogarty, Morrill and Pastore Halls - Advanced Planning.** Consistent with the approved capital plan, the Board requests \$0.2 million from University funds for FY 2014 for planning work for Fogarty, Morrill and Pastore Halls. The project will allow the University to study the building improvement priorities for Fogarty, Morrill and Pastore Halls. It should be noted that the University has requested renovations to Fogarty and Morrill Halls as separate projects. *The Governor recommends funding as requested.*

**University Inn, Admissions, Housing and Retail.** Consistent with the approved capital plan, the Board requests \$59.2 million programmed from FY 2015 through FY 2017 for a project to develop a mixed use University inn. This project is envisioned as a public/private partnership where the inn will be privately owned and managed on University property with the University acting as an anchor tenant. The project will include facilities for a 100 bed hotel, 20 two bedroom apartments, a restaurant/University Club, a retail bookstore, conference space and University Admissions public spaces. Funding includes \$2.2 million from University funds and \$57.0 million from third party financing. It should be noted that this type of financing agreement would require Assembly approval. *The Governor recommends funding as requested.*

**Combined Health and Counseling Center.** Consistent with the approved capital plan, the Board requests \$20.3 million from auxiliary fund balances, revenue bonds and private funds for a new project to begin in FY 2018 to combine health services and the counseling center into a single facility. The existing, physically separate facilities require duplications in support staff and medical record keeping. The University reports that the capacity of both facilities is insufficient to meet the growing demand for health and counseling services. *The Governor recommends funding as requested.*

**Bay Campus - Utilities and Infrastructure.** Consistent with the approved capital plan, the Board requests \$2.0 million from revenue bonds backed by general revenues, tuition and fees programmed to begin in FY 2018 for a new project to make infrastructure and utility repairs on the Narragansett Bay Campus. Repairs would be made to roads, parking lots, walkways, potable water and sewage pumping stations, and the pier. Cost of issuance is estimated at 3.0 percent of the total project cost

and annual debt service would be \$0.2 million with a total cost of \$3.2 million assuming 20 years and 5.0 percent interest. *The Governor recommends funding as requested. He did not submit a resolution for Assembly approval of the debt issuance.*

**Shepard Building Updates.** Consistent with the approved capital plan, the Board requests \$4.6 million from Rhode Island Capital Plan funds programmed to begin in FY 2018 for a new project to make repairs to the Shepard Building. The project will include roof replacement, receiving door replacement, renovations to the Westminster Street entrance and replacement of all restroom floors. The University hopes that this will reduce operating and maintenance costs, improve health and safety and beautify the building. *The Governor recommends funding as requested.*

**Engineering Building Renovations Phase II.** The Board is requesting \$43.9 million from new general obligation bonds for a second phase of the engineering quadrangle project to complete the work that will not be covered by the approved funding. This second phase is programmed to begin in FY 2019 and would therefore have to be placed on the November 2016 ballot. The second phase would include the replacement of the Sheets Building on the Narragansett Bay Campus. The total for the two phases is \$7.4 million more than requested last year to reflect cost escalation associated with delaying the second phase until FY 2019.

The approved capital plan includes \$102.5 million from new general obligation bonds to be placed on the November 2014 ballot for renovations to buildings in the engineering quadrangle. This is \$36.5 million less than the \$139.0 million requested last year to complete renovations and additions of Bliss Hall, Crawford Hall, Gilbreth Hall, Kelly Hall and Annex, Wales Hall, and a replacement for the Sheets building serving the Ocean Engineering Program on the Narragansett Bay campus. Subsequent to its initial request, the University split the two phases of the engineering project into three phases. *The Governor does not include funding for the last phase of the project.*

**Fogarty Hall Renovation.** The Board requests \$5.5 million from Rhode Island Capital Plan funds for a new project to renovate Fogarty Hall to house administrative and business services as well as general assignment classrooms. Renovations would include the building envelope, mechanical systems, HVAC, and replacement or removal of leaking steam lines. This project has been requested for the past few years but neither the Governor nor the Assembly has included it. *The Governor does not recommend funding for this project.*

**Chemistry Building - 4<sup>th</sup> Floor.** The Board requests \$7.5 million from Rhode Island Capital Plan funds to build out the fourth floor of the chemistry building. The approved capital plan includes a \$66.8 million project with \$61.0 million from general obligation bonds approved by the voters and \$4.8 million from Rhode Island Capital Plan funds to construct a new chemistry building. The current cost estimate for a 130,000 square foot building is for a total of \$76.5 million, which is \$9.7 million more than the approved capital plan. In order to meet the current project budget, the construction contract will not include the completion of the interior of the fourth floor research areas. The University is requesting Rhode Island Capital Plan funding for a new companion project to build out the fourth floor. *The Governor does not recommend funding for this project.*

**Public Safety Building.** The Board requests \$6.3 million from Rhode Island Capital Plan funds programmed over FY 2015 and FY 2016 for a new project to design and construct a new public safety building to house the campus police, parking, risk management and safety compliance offices of the University. This includes \$450,000 for advanced planning and \$5.8 million for construction. The University has recently consolidated the campus police and safety and risk management operations and

would like to locate these departments in a common space. *The Governor does not recommend funding for this project.*

**Harrington School - Phase II.** The Board requests \$43.0 million for a new project to renovate Carlotti and Davis Halls to be the new location for the Harrington School which coordinates graduate and undergraduate programs in communication studies, film media, journalism, library and information studies, public relations and writing and rhetoric. Funding is programmed from FY 2016 through FY 2018 and includes \$21.5 million from Rhode Island Capital Plan funds and \$21.5 million from private donations. This was requested last year, but neither the Governor nor the Assembly included it. *The Governor does not recommend funding for this project.*

**Horn Building Renovation.** The Board requests \$23.7 million from Rhode Island Capital Plan funds for FY 2016 through FY 2018 to make renovations to the Francis Horn Building, a research laboratory on the Narragansett Bay campus, constructed in 1968. This new project will renovate the building envelope, reconfiguring classrooms and offices, modernizing laboratories, upgrading plumbing, windows, doors, fume hoods and exhausts to meet compliance code, and replacing the HVAC system. This project has been requested in the last few years but neither the Governor nor the Assembly has included it in the capital plan. *The Governor does not recommend funding for this project.*

**Bio-Behavioral Center.** The Board requests \$5.9 million from Rhode Island Capital Plan funds for a new project to build a Bio-Behavioral Healthy Lifestyle Research Center adjacent to Independence Square on the Kingston campus. The new 14,500 square foot research center would contain a small indoor walking track, an open area for group activities, an intervention or education conference room, assessment offices, and a research or teaching kitchen. The project will also include site improvements and parking improvements. This project is programmed to begin in FY 2017. This project has been requested in the last several budgets but neither the Governor nor the Assembly included funding for it in the plan. *The Governor does not recommend funding for this project.*

**Child and Family Science Center.** The Board requests \$9.9 million from Rhode Island Capital Plan funds for FY 2017 and FY 2018 for a new project to renovate and expand the existing Child Development Center and Transition Center on the Kingston campus. The new 12,300 square foot addition will merge the two facilities into one renovated facility that will include fire safety and building code improvements, energy efficient upgrades, solar hot water heating, sunlight-harvesting for interior lighting, and rainwater collection for gardens. This project has been requested in the past few budgets but neither the Governor nor the Assembly included funding in the capital plan. *The Governor does not recommend funding for this project.*

**Edwards Hall Renovation.** The Board requests \$3.7 million from Rhode Island Capital Plan funds for a new project to make exterior and interior renovations to Edwards Hall. The building was constructed in 1928 as the University's assembly hall. Renovations include new doors and windows, handicap access improvements, historic restoration of the hall and restroom improvements. This project has been requested as part of the past several budgets but neither the Governor nor the Assembly included it in the capital plan. *The Governor does not recommend funding for this project.*

**Morrill Hall Renovation.** The Board requests \$20.7 million from Rhode Island Capital Plan funds for a new project to renovate Morrill Hall to house the department of nutrition and food science as well as general assignment classrooms. This 32,036 square foot, four-story masonry building was constructed in 1965 and is mostly vacated from the department of cell and molecular biology relocating to the new center for biotechnology and life sciences. This project has been requested in the past several years

but has not been included in the approved capital plan. *The Governor does not recommend funding for this project.*

**Woodward Hall.** The Board requests \$27.1 million from Rhode Island Capital Plan funds programmed to begin in FY 2018 for a new project to renovate Woodward Hall. This four-floor, 64,000 square foot science classroom building will have 8,600 square feet of interior renovations completed for use by the departments of nutrition and food science. This project will require Woodward Hall to have suitable wet and dry laboratory space, a teaching kitchen, and office renovations before the nutrition and food science departments can relocate from Ranger Hall. This project has been requested in the last several budgets but neither the Governor nor the Assembly included it in the capital plan. *The Governor does not recommend funding for this project.*

**Historic Quadrangle Buildings Renovation.** The Board requests \$59.0 million from new general obligation bonds for renovations to buildings in the historic quadrangle to begin in FY 2019. The new project would include renovations and additions to Roosevelt Hall, Washburn Hall, East Hall and Ranger Hall. The project will focus on the improvement of classrooms and offices, modernization of teaching laboratories, upgrading elevators, and restrooms. The heating, ventilating, and air conditioning systems will also be replaced along with the roofs. The project encompasses 133,000 square feet of space. This project has been requested in the last several budgets but neither the Governor nor the Assembly included it in the capital plan. *The Governor does not recommend funding for this project.*

**Quinn Hall Renovations.** The Board requests \$28.1 million from Rhode Island Capital Plan funds programmed to make renovations to Quinn Hall, built in 1936. This new project would renew the building envelope and exterior finishes by replacing the windows with new historic-style energy efficient units. Restoration work would include new gutters and downspouts, replacement of doors and windows, and stone re-pointing. Entries, walkway approaches and surrounding landscaping would also be addressed. This project would also reconfigure classrooms and offices, modernize teaching labs, upgrade the elevator and restrooms to meet accessibility codes and replace the heating, ventilation and air conditioning systems. This is the seventh year that this project has been requested but neither the Governor nor the Assembly approved it. *The Governor does not recommend funding for this project.*

**Classroom and Instructional Lab Improvements.** Consistent with the approved capital plan, the Board requests \$4.5 million from Rhode Island Capital Plan funds programmed from FY 2015 through FY 2017 for a project to make improvements to classrooms and instructional laboratory facilities within the University academic buildings that have not benefited from major renovations or are in the most need of adaptation. This project includes finishes on walls and floors, window treatments, acoustical treatments, furnishings, and environmental conditions. *The Governor does not recommend funding for this project.*

**Student Housing Improvements - Advanced Planning.** Consistent with the approved capital plan, the Board requests \$130,000 from University auxiliary sources for FY 2014 for advanced planning for student housing improvements or replacement of deteriorating portions of the University's student housing stock, which includes an estimated 1,100 beds. The scope of the work will include an analysis of seven locations for renovated housing and or/new construction, a building massing study, a market survey, a business plan and an implementation/phasing study, a business plan and an implementation/phasing plan. *The Governor does not recommend funding for this project.*



## Atomic Energy Commission

| Projects                   | Status  | 5 Year Total      | Project Total     |
|----------------------------|---------|-------------------|-------------------|
| Asset Protection           | Revised | \$ 300,000        | \$ 661,015        |
| <b>Total</b>               |         | <b>\$ 300,000</b> | <b>\$ 661,015</b> |
| <b>Sources of Funds</b>    |         |                   |                   |
| Rhode Island Capital Funds |         | \$ 300,000        | \$ 661,015        |
| <b>Total</b>               |         | <b>\$ 300,000</b> | <b>\$ 661,015</b> |

**Summary.** The Atomic Energy Commission requests capital project expenditures totaling \$697,969 for two projects, one of which is new. Of the total, \$333,040 would be spent in the FY 2015 through FY 2019 period.

*The Governor's five-year capital budget includes \$300,000 from Rhode Island Capital Plan funds for asset protection, \$50,000 more than requested and does not include funds for the Information Technology Infrastructure project.*

**Asset Protection.** The Commission requests \$250,000 from Rhode Island Capital Plan funds for asset protection projects including installing security lighting, landscaping, a new floor in the laboratory wing, and repairs to the front parking lot and HVAC system in the five-year period. The current request includes an annual amount of \$50,000 through FY 2019, bringing the project total to \$614,929 since FY 2008. *The Governor includes an additional \$50,000 in FY 2015 for a building study to evaluate the overall condition of the facility and additional landscaping projects.*

**Information Technology Infrastructure Upgrade.** The Commission requests \$83,040 from unidentified sources for upgrading the computer network of the facility. This project will take place in FY 2015 and involves increasing the network's bandwidth, replacing old wiring, and improving the network's security. The agency stated that it has had discussions about obtaining the funding through a statewide information technology infrastructure upgrade or applying for federal funds for this project. *The Governor does not include this project in his capital budget.*



## Historical Preservation and Heritage Commission

| Projects                          | Status  | 5 Year Total        | Project Total       |
|-----------------------------------|---------|---------------------|---------------------|
| State Preservation Grants         | New     | \$ 4,000,000        | \$ 5,000,000        |
| Eisenhower House Asset Protection | Revised | 1,132,851           | 1,750,000           |
| <b>Total</b>                      |         | <b>\$ 5,132,851</b> | <b>\$ 6,750,000</b> |
| <b>Sources of Funds</b>           |         |                     |                     |
| General Obligation Bonds - New    |         | \$ 4,000,000        | \$ 5,000,000        |
| Rhode Island Capital Funds        |         | 1,132,851           | 1,750,000           |
| <b>Total</b>                      |         | <b>\$ 5,132,851</b> | <b>\$ 6,750,000</b> |

**Summary.** The Historical Preservation and Heritage Commission's five-year capital request includes projects totaling \$15.8 million, of which \$10.7 million would be spent in the FY 2015 through FY 2019 period.

*The Governor recommends \$7.9 million from all funds, of which \$5.1 million is for the five-year period. His recommendation includes \$5.0 million of new general obligation bonds to be presented to the voters on the November 2014 ballot.*

**State Preservation Grants.** The Commission administers the State Preservation Grant program, which provides funds for capital preservation projects for museums, cultural art centers, and public historic sites located in historic structures. Cities, towns, and non-profit organizations were granted a total of \$6.0 million from general obligation bonds from calendar year 2003 to calendar year 2007. The Commission's capital budget request did not include any new funding for the grant program. *The Governor recommends \$5.0 million from new general obligation bonds to be presented to the voters on the November 2014 ballot to restart this program beginning in FY 2016.*

**Eisenhower House Asset Protection.** The Commission requests total project costs of \$1,750,000 from Rhode Island Capital Plan funds for significant exterior and interior building renovations to the Eisenhower House. Total funding requested is consistent with the approved plan, but shifts \$0.2 million in unused funds from FY 2013 and \$75,000 from FY 2015 to the current year to reflect an updated project schedule. The request includes \$1.2 million for the current year and \$0.5 million for FY 2015. It should be noted that substantial construction is not scheduled to begin on the property until the fourth quarter of FY 2014. It is therefore unlikely that the funds requested for the current year will be expended.

*The Governor recommends total funding as requested; however, he shifts \$0.6 million from FY 2014 to FY 2015, reflective of the updated project schedule.*

**Heritage Harbor Museum.** The Commission requests total funding of \$14.0 million, including \$10.2 million in the FY 2015 through FY 2019 period for the construction of the Heritage Harbor Museum. Total funding is consistent with the approved plan, but delays the completion of the project to after FY 2019. Funding includes \$5.0 million from voter approved general obligation bonds, \$1.3 million from private and corporate donations, \$1.7 million from federal and state tax credits, and \$6.0 million in funds raised by the Heritage Harbor Corporation to fund the non-bonded portion of the project.

Construction began in October 2007 but was halted in March 2009, when the development partner experienced financing problems. The Heritage Harbor Corporation recently determined that the project is not feasible. The Budget Office notified the Commission that the bonds' authorization will be allowed to lapse and any unspent proceeds already issued will be used to reduce debt service. *The Governor does not recommend the funding.*

## Office of the Attorney General

| Projects                         | Status  | 5 Year Total        | Project Total       |
|----------------------------------|---------|---------------------|---------------------|
| Building Repairs and Renovations | Revised | \$ 1,700,000        | \$ 3,494,978        |
| <b>Total</b>                     |         | <b>\$ 1,700,000</b> | <b>\$ 3,494,978</b> |
| <b>Sources of Funds</b>          |         |                     |                     |
| Rhode Island Capital Funds       |         | \$ 1,700,000        | \$ 3,494,978        |
| <b>Total</b>                     |         | <b>\$ 1,700,000</b> | <b>\$ 3,494,978</b> |

**Summary.** The Office requests \$3.7 million from Rhode Island Capital Plan funds for the FY 2015 through FY 2019 period and \$0.1 million for FY 2014 for renovations and repairs to the 150 North Main Street building in Providence. This includes interior office space renovations, freight elevator and fire protection system improvements, electrical and heating ventilation and air conditioning systems upgrades, exterior re-pointing and piping infrastructure enhancements, roof replacement, and cupola renovations. This is \$3.2 million more than the approved plan to reflect the addition of several unfunded projects as well as newly requested out-year expenses for continuous interior office space renovations. The newly requested projects include \$1.0 million to upgrade the heating ventilation and air conditioning system, \$0.7 million to upgrade the electrical and fire protection systems, \$0.5 million to replace the building's roof, \$0.2 million to reseal the exterior, \$0.2 million to renovate the cupola, \$0.2 million to repair the freight elevator, and \$0.2 million to replace cast-iron pipes and drain lines.

*The Governor recommends \$3.5 million, including \$1.7 million for the FY 2015 through FY 2019 period. He includes \$0.2 million for the current year and does not assume funding for post FY 2019. This is \$0.5 million more than the previously approved capital plan or \$0.2 million less than requested and appears to fund existing projects only.*



## Department of Corrections

| Projects                                         | Status  | 5 Year Total         | Project Total         |
|--------------------------------------------------|---------|----------------------|-----------------------|
| Maximum General Renovations                      | Revised | \$ 1,965,433         | \$ 4,194,288          |
| Intake Service Center Renovations                | Revised | 3,933,749            | 9,411,178             |
| Medium Infrastructure                            | Revised | 14,929,894           | 16,191,315            |
| Minimum Security Renovations                     | Revised | 9,660,392            | 10,269,776            |
| Women's Roof, Masonry and General Renovations    | Revised | 2,378,737            | 5,022,225             |
| Bernadette Guay Building Renovations             | Revised | 1,096,556            | 2,278,146             |
| Women's Plumbing and Bathroom Renovations        | Revised | -                    | 1,466,501             |
| Asset Protection                                 | Ongoing | 18,760,000           | 34,395,660            |
| Women's Facility (Formerly Reintegration Center) | Ongoing | 1,665,000            | 19,111,483            |
| <b>Total</b>                                     |         | <b>\$ 54,389,761</b> | <b>\$ 102,340,572</b> |
| <b>Sources of Funds</b>                          |         |                      |                       |
| Federal Funds                                    |         | \$ -                 | \$ 12,377,746         |
| Rhode Island Capital Funds                       |         | 54,389,761           | 89,962,826            |
| <b>Total</b>                                     |         | <b>\$ 54,389,761</b> | <b>\$ 102,340,572</b> |

**Summary.** The Department of Corrections' five-year capital plan includes 10 projects totaling \$122.3 million of which \$54.4 million would be spent in the FY 2015 through FY 2019 period. The request includes one new project, seven revised projects and two ongoing projects. *The Governor recommends nine projects totaling \$102.3 million, including \$54.4 million for the five-year period.*

**Maximum General Renovations.** The Department requests \$5.2 million from Rhode Island Capital Plan funds, including \$1.3 million for FY 2014 to renovate the maximum security facility. Project components include plumbing system renewal, steam pipes insulation, exhaust showers capability enhancement, condenser lines replacement, secured metal gate installation, and heating ventilation and air conditioning system upgrade. This is \$1.1 million more than the approved plan to reflect the Department's revised project scope. Towards the end of FY 2013, the Department revised this project scope downward; however, a subsequent revision at the beginning of FY 2014 revealed that all components are necessary for the long-term maintenance of this facility. This project would also protect the electrical and distribution systems from steam pipe condensation. The electrical and distribution systems were replaced in FY 2011 and the punch list items were finalized in FY 2012. *The Governor recommends funding essentially as requested with the exception of \$976,523 less to reflect adjustments to pre-FY 2014 expenditures.*

**Intake Service Center Renovations.** The Department requests \$9.1 million from Rhode Island Capital Plan funds, including \$4.6 million in the current year to restore the building's exterior, including windows and roof replacement. This includes joint patching and resealing the brick veneers on the north and south side of the building, replacing the roof and water damaged windows and casements, upgrading the cooling tower and chiller controls, repairing a sinkhole in the hallway and cell areas and renovating the existing heating ventilation and air conditioning system. This is \$3.0 million more than the approved plan to reflect the addition of several new project components, including expansion of the parking lot, replacement of a dishwasher and the kitchen floor, and upgrade of the computerized lock and door system. This project has been delayed to be completed in FY 2018,

mainly due to the expected schedule to restore the building's exterior envelope. *The Governor recommends total funding essentially as requested with the exception of \$277,346 more to reflect adjustments to pre-FY 2014 expenditures and reprograms expenditures through post-FY 2019. His recommendation includes shifting \$2.2 million from FY 2014 to FY 2015 and \$2.8 million from FY 2016 through FY 2018 to post-FY 2019.*

**Medium Infrastructure.** The Department requests \$16.2 million from Rhode Island Capital Plan funds, including \$2.3 million in the current year for infrastructure improvements at the John J. Moran medium security facility. This includes the expansion of available space for dining areas, kitchen, committing, dispensary, and other inmate programs and recreational activities. This project also includes the acquisition of additional furniture and equipment, repair of interior mechanical systems, renewal of the heating pipes and hot water tanks, and replacement of heating and cooling valves as well as the air handler units. This is \$4.5 million more than the approved plan to reflect a wider project scope and revised costs estimates. Additional project components include expansion of the perimeter road to accommodate larger fire and rescue vehicles and replacement of existing furniture including several tables and bed bunks.

It should be noted, these additional components were requested in the prior year, but they were not approved. For FY 2013, the Department supervised an average medium population of 1,018 inmates with the current ancillary support services. The average medium custody level population for the first month of FY 2014 is 1,015 inmates. *The Governor recommends funding essentially as requested with the exception of shifting \$1.2 million from FY 2014 and FY 2016 to FY 2018.*

**Minimum Security Renovations.** Consistent with the approved plan, the Department requests \$10.3 million from Rhode Island Capital Plan funds, including \$0.5 million for the current year to construct a new support services facility, expand the minimum security kitchen area, and install new equipment to increase its capacity to serve, feed, and house a larger inmate population. The new stand-alone facility would include a visiting room with a capacity of 225 individuals, an indoor gymnasium with a capacity of 125 inmates, laundry facilities and a control center to supervise and direct traffic. The Department indicates construction of a new facility would allow for the relocation of all intake functions and inmate traffic to the rear of the facility. It should be noted, the existing kitchen at the minimum security facility was originally designed to feed a population of approximately 500 inmates. The Department had an average minimum security inmate population of 402 for FY 2013, 486 for FY 2012 and 403 for FY 2011. For the first month of FY 2014, the average population for minimum security is 403. *The Governor recommends funding essentially as requested, but reprograms expenditures a year later through FY 2017.*

**Women's Roof, Masonry and General Renovations.** Consistent with the approved plan, the Department requests \$7.9 million from Rhode Island Capital Plan funds, including \$1.5 million in the current year to complete ongoing renovations at the Dix facility. This building is a former inmate facility and it is being renovated to be used as office space for several relocating departmental units from the Pinel and Bernadette Guay facilities. Renovations include electrical system upgrade, lighting fixtures renewal, office and storage space improvement, shower restoration, and steam lines and radiator replacement. The relocating units include Probation and Parole, Education, Community Confinement, Planning, Home Confinement, and the Training Academy.

*The Governor recommends funding essentially as requested with the exception of \$2.8 million less to reflect adjustments to pre-FY 2014 expenditures and a shift of \$328,737 from FY 2014 to FY 2017. The adjustment to pre-FY 2014 expenditures reflects a reduction based on updated project scope since this project has changed significantly since its inception.*

**Bernadette Guay Building Renovations.** Consistent with the approved plan, the Department requests \$2.5 million from Rhode Island Capital Plan funds, including \$1.2 million in the current year to replace the existing heat, ventilation and air conditioning system at the Bernadette Guay facility. This building is being utilized as a women's minimum security facility and it does not have a centralized ventilation system. This project includes the removal of air conditioning window units and electric space heaters that are currently used to maintain room temperature and the acquisition and installation of a high velocity air heating and cooling system. Initially, funding was approved for windows replacement, which is no longer necessary. Last year, the Department requested the approved funds to acquire and install a high velocity air heating and cooling system for the facility.

*The Governor recommends funding essentially as requested with the exception of \$203,359 less to reflect adjustments to pre-FY 2014 expenditures and a shift of \$596,556 from FY 2014 to FY 2015. The adjustment to pre-FY 2014 expenditures reflects a reduction based on updated project scope since this project has changed significantly since its inception.*

**Women's Plumbing and Bathroom Renovations.** Consistent with the approved plan, the Department requests \$1.8 million from Rhode Island Capital Plan funds, including \$0.4 million carried forward from FY 2013 to the current year for bathroom renovations at the Dix building. This includes removal of current plumbing and fixtures and installation of new equipment including toilets, sinks, lightings, wall tiles, paint for the ceilings, and new floors. This project is being requested as part of the transformation of this facility from a secured environment into an office environment. Currently, this project is near completion and the remaining portion of the work is expected to be completed in the current year.

*The Governor recommends funding essentially as requested with the exception of \$342,762 less to reflect adjustments to pre-FY 2014 expenditures. The adjustment to pre-FY 2014 expenditures reflects a reduction based on updated project scope since this project has changed significantly since its inception.*

**Asset Protection.** The approved capital plan includes an asset protection project funded from Rhode Island Capital Plan funds. The Department's request includes \$16.4 million for the five-year period and \$7.2 million for the current year, of which \$3.8 million was carried forward from FY 2013, for a total of \$44.9 million for asset protection projects. This is \$10.4 million more than the approved plan, primarily to reflect requested funding for FY 2019 through FY 2023.

*The Governor recommends \$18.8 million for the five-year period and \$8.6 million for the current year. His current year recommendation includes \$0.8 million for overtime costs related to additional supervision required for construction projects within secured facilities at the Pastore Center. His recommendation is \$1.5 million more than requested through FY 2019.*

**Women's Facility (Formerly Reintegration Center).** The Department requests \$0.2 million for the current year and \$3.3 million for FY 2016 through FY 2018 from Rhode Island Capital Plan funds for continuous improvement at the new women's facility and to construct a new ancillary support facility. This includes final improvements in the current year for the medical and dental service areas and a fence yard for inmate segregation. Funding requested for FY 2016 through FY 2018 includes the construction of a new ancillary support facility to provide indoor recreation and classroom space for the female population housed at both the new women's facility and the Bernadette Guay facility. This is \$1.4 million more than the approved plan to reflect the addition of \$0.2 million to replace the kitchen floor and \$1.2 million for revised construction costs. The request also reprograms the construction of the new facility to begin two years earlier than planned because the Department is

currently in violation of the American Correctional Association standards for lack of sufficient indoor recreation space. The Department maintains that the women's facility does not have adequate indoor recreation and classroom space unlike the men's facilities.

*The Governor recommends total funding essentially as requested with the exception of \$3.1 million less to reflect adjustments to pre-FY 2014 expenditures and shifting \$65,000 from FY 2016 to FY 2018 and \$2.2 million from FY 2017 and FY 2018 to FY 2019 and post-FY 2019. The adjustment to pre-FY 2014 expenditures reflects a reduction based on updated project scope since this project has changed significantly since its inception.*

**Data and Telecommunication Upgrades.** The Department requests new funding of \$2.3 million from Rhode Island Capital Plan funds, including \$125,000 for the current year for data and telecommunication wiring upgrades and fiber optic repairs. This includes the replacement of existing wires that are not capable of supporting newer network equipment and the procurement of a technical expert to determine the Department's wiring and network needs. The Department is expected to develop a replacement plan that can be implemented without disrupting the operation of the existing network. This project was previously requested, but not approved to be funded from Rhode Island Capital Plan funds. The Department added it to the list of projects to be funded from the Technology Investment Fund. The Department indicates this project is being requested from Rhode Island Capital Plan funds because it needs to receive the funds in the beginning of FY 2014 to address these network issues quickly. This project does not appear to meet the requirements for capital projects or use of Rhode Island Capital Plan funds as indicated by the capital budget instructions. *This project is not included in the Governor's recommendation.*

## Judicial Department

| Projects                                  | Status  | 5 Year Total         | Project Total        |
|-------------------------------------------|---------|----------------------|----------------------|
| Noel Shelled Courtroom Build Out          | Revised | \$ 2,000,000         | \$ 8,400,000         |
| Licht Judicial Complex Restoration        | Revised | 3,000,000            | 5,000,000            |
| Judicial Complexes Asset Protection       | Revised | 4,450,000            | 9,749,068            |
| Judicial Complexes - HVAC                 | Ongoing | 3,975,000            | 8,012,000            |
| Judicial Complexes Information Technology | Ongoing | -                    | 13,900,000           |
| Murray Judicial Complex Cell Block        | Ongoing | -                    | 920,000              |
| <b>Total</b>                              |         | <b>\$ 13,425,000</b> | <b>\$ 45,981,068</b> |

### Sources of Funds

|                               |                      |                      |
|-------------------------------|----------------------|----------------------|
| Certificates of Participation | \$ -                 | \$ 13,900,000        |
| Rhode Island Capital Funds    | 13,425,000           | 32,081,068           |
| <b>Total</b>                  | <b>\$ 13,425,000</b> | <b>\$ 45,981,068</b> |

**Summary.** The Judiciary requests capital project expenditures totaling \$42.5 million, which is \$2.3 million less than the approved capital plan. The request programs \$18.9 million to be spent in the FY 2015 through FY 2019 period, and includes five previously approved projects and one new information technology project. *The Governor recommends total project costs of \$46.0 million, \$1.2 million more than enacted and \$3.5 million more than requested. The recommendation for the five year period is \$5.5 million less than requested, which reflects the delay of certain projects to later years.*

**Noel Shelled Courtroom Build Out.** The Judiciary requests \$8.4 million from Rhode Island Capital Plan funds to begin the build out of the shelled courtrooms at the Noel Judicial Complex to relieve overcrowding at the Garrahy Judicial Complex. The first phase of the project would begin in FY 2014 with the addition of one and one half decks to the current parking garage to accommodate the need for additional parking for the added courtrooms. Due to the current limitation of available parking, it was decided that the additional spaces would be constructed first, for a cost of \$2.8 million. The second phase is the build out of the shelled space within the Noel Judicial Complex during fiscal years 2015 and 2016. Funding for this phase is programmed as \$2.8 million each year. Total funding is consistent with the approved plan; however, the start of the project has been moved up from FY 2019 to FY 2014 to accommodate increased caseloads. *The Governor recommends total project costs as requested; however, he delays the start of the project until FY 2019.*

**Licht Judicial Complex Restoration.** The Judiciary requests \$7.5 million from Rhode Island Capital Plan funds for the restoration of the Licht Judicial Complex. This is \$2.5 million more than the approved plan to reflect additional out-year funding. The approved plan provided funding for plaster repair, courtroom benches, carpet replacement, and repainting of the courthouse interior. The current request includes woodwork and ornamental plaster restoration, repairs of the Courthouse's outside doors at the Benefit Street entrance, and fixing the outdoor floor at the North Main Street entrance. *The Governor recommends the enacted level of \$5.0 million, \$2.5 million less than requested. Consistent with the request, the recommendation includes the \$0.5 million included for the pre-FY 2014 period; however, the recommendation delays future funding until FY 2017 and removes \$2.5 million from post-FY 2019 period.*

**Judicial Complexes Asset Protection.** The Judiciary requests \$4.5 million from Rhode Island Capital Plan funds for the FY 2015 through FY 2019 period and \$0.8 million for FY 2014 for asset protection projects. The total request of \$11.6 million is \$3.3 million more than the approved plan to reflect funding for the additional year as well as a revised estimate for the post-FY 2019 period. The Judiciary's asset protection projects planned through FY 2019 include drainage system improvements, security upgrades, courtroom restorations, interior refurbishments to public areas and office spaces, cellblock upgrades, elevator upgrades and exterior refurbishments. The request also includes \$1.7 million for the post-FY 2019 period. *The Governor recommends \$9.7 million, \$1.4 million more than included in the approved plan and \$2.0 million less than requested. The change to the request primarily reflects the removal of funding for the post-FY 2019 period.*

**Judicial Complexes - HVAC.** Consistent with the approved plan, the Judiciary requests \$4.0 million from Rhode Island Capital Plan funds for the FY 2015 through FY 2019 period and \$0.4 million for FY 2014 for the replacement and/or restoration and/or cleaning of the heating, ventilation and air conditioning system for all judicial complexes including Licht, Garrahy, Murray, McGrath, Noel, Traffic Tribunal and Fogarty Judicial Annex. Work includes water pump and boiler installations and the replacement of water lines, fan coils, exhaust fans, air handlers, baseboard control valves, the variable air volume box and the domestic water system. *The Governor recommends funding essentially as requested; however, he removes \$1.4 million to reflect updated pre-FY 2014 expenditures.*

**Judicial Complexes Information Technology.** The Judiciary requests \$3.9 million from Rhode Island Capital Plan funds for an information technology project that involves the implementation of the Judiciary's new case management system. This system will enable electronic filing for all courts through the internet, and will replace the current system which relies on duplicative data input and paper files. Requested expenditures include \$1.5 million each for fiscal years 2014 and 2015, with \$0.9 million scheduled in FY 2016 to complete the project. It should be noted that these types of expenditures are not traditionally funded with Rhode Island Capital Plan funds, as they do not meet the definition of a capital project. Although this is a new capital project, it should also be noted that the Judiciary's operating budget includes expenditures of \$0.7 million in FY 2013, with \$1.4 million for FY 2014, which suggests a total project scope of \$6.0 million.

*The Governor does not recommend any additional funding for this project. It should be noted that supporting documents reference funding the case management system with either Certificates of Participation or funding from the Information Technology Investment Fund; however, these funds are not shown in either the capital or operating recommendations.*

**Murray Judicial Complex Cell Block.** Consistent with the approved plan, the Judiciary requests \$920,000 from Rhode Island Capital Plan funds through FY 2014 to make renovations at the Murray Judicial Complex male cellblock. Renovations include installing a toilet and creating separation between juvenile and adult prisoners and male and female prisoners. The Judiciary reports that this is a violation of the federal Juvenile Justice and Delinquency Prevention Act. The architecture and engineering component was completed in FY 2008 as part of the Judiciary's asset protection project, and funding would be used for construction. *The Governor recommends funding as requested.*

## Military Staff

| Projects                                        | Status  | 5 Year Total         | Project Total        |
|-------------------------------------------------|---------|----------------------|----------------------|
| Asset Protection                                | Revised | \$ 7,887,000         | \$ 12,867,834        |
| Armory of Mounted Commands                      | Revised | 2,415,000            | 8,894,413            |
| State Armories Fire Code Compliance             | Revised | 40,000               | 652,740              |
| Federal Armories Fire Code Compliance           | Revised | -                    | 120,322              |
| Logistics/Maintenance Fac. Fire Code Compliance | Revised | 20,000               | 105,448              |
| Command Readiness Center Addition               | Revised | -                    | 1,532,163            |
| Burrilville Regional Training Institute         | Revised | -                    | 44,500               |
| Camp Fogarty Armory Roof                        | Ongoing | -                    | 1,534,725            |
| Benefit Street Arsenal Rehabilitation           | Ongoing | 375,000              | 800,000              |
| Bristol Readiness Center                        | Ongoing | 125,000              | 125,000              |
| <b>Total</b>                                    |         | <b>\$ 10,862,000</b> | <b>\$ 26,677,145</b> |
| <b>Sources of Funds</b>                         |         |                      |                      |
| Federal Funds                                   |         | \$ 5,572,750         | \$ 14,514,643        |
| Rhode Island Capital Funds                      |         | 5,289,250            | 12,162,502           |
| <b>Total</b>                                    |         | <b>\$ 10,862,000</b> | <b>\$ 26,677,145</b> |

**Summary.** The Military Staff submits a capital budget totaling \$39.4 million for 12 projects. The request includes \$11.0 million for the FY 2015 through FY 2019 period, including \$5.3 million from federal funds and \$5.7 million from Rhode Island Capital Plan funds. *The Governor recommends total project costs of \$26.7 million for 10 projects in the Military Staff. The recommendation reflects the separation of the National Guard and Emergency Management Agency into two stand alone agencies. The capital budget recommendation for the Emergency Management Agency is shown separately in this publication.*

**Asset Protection.** The Military Staff requests \$10.7 million from all funds for asset protection projects, including \$4.1 million from Rhode Island Capital Plan funds for the FY 2015 through FY 2019 period. Funds would be used for 11 individual asset protection projects, including repairs and upgrades to roofs, windows, and HVAC systems. The request is \$2.2 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures offset by the addition of \$1.1 million for the post-FY 2019 period. *The Governor recommends \$12.9 million, \$2.2 million more than requested to reflect the inclusion of pre-FY 2014 expenditures which were excluded from the request. The recommendation is \$0.9 million more than the approved plan to reflect additional asset protection projects in FY 2015 which were identified subsequent to the Military Staff's capital request.*

**Armory of Mounted Commands.** The Military Staff requests a total of \$9.9 million for the rehabilitation of the Armory of Mounted Commands building. The rehabilitation projects were previously requested as individual projects, but were combined into a singular project. Individual components include HVAC upgrades, roof replacements, paving and elevator installation. The request includes \$1.5 million each from federal sources and Rhode Island Capital Plan funds through FY 2018, which is the projected completion of the renovations. *The Governor recommends \$8.9 million, \$1.0 million less than requested to reflect lower than anticipated construction costs.*

**State Armories Fire Code Compliance.** Consistent with the approved plan, the Military Staff's request includes \$0.9 million for fire alarm installation at the State Armories. The request includes a total of \$20,000 each from Rhode Island Capital Plan funds and federal funds for FY 2015 through FY 2017, which is the year the project is scheduled for completion. *The Governor recommends \$0.7 million, \$0.2 million less than requested to reflect lower than anticipated construction costs.*

**Federal Armories Fire Code Compliance.** Consistent with the approved plan, the Military Staff requests a total of \$0.3 million for the design and installation of automatic fire detection and suppression systems in all Rhode Island National Guard buildings. The request includes \$9,416 from Rhode Island Capital Plan funds and \$18,250 from federal funds through FY 2017, which is when the project is scheduled for completion. *The Governor recommends \$0.1 million, \$0.2 million less than requested to reflect lower than anticipated construction costs.*

**Logistics/Maintenance Fac. Fire Code Compliance.** Consistent with the approved plan, the Military Staff requests a total of \$0.3 million for the design and installation of an automatic fire alarm system at Logistic and Maintenance Facilities. The system will bring the buildings into compliance with state law. The installation began in FY 2009 and is scheduled to continue through FY 2015. Funding includes \$29,778 from Rhode Island Capital Plan funds and \$266,811 from federal funds. *The Governor recommends \$0.1 million, \$0.2 million less than requested to reflect lower than anticipated construction costs.*

**Command Readiness Center Addition.** Consistent with the approved plan, the Military Staff requests a total of \$1.6 million to construct an addition to the existing command readiness center cafeteria. This includes \$1.0 million from federal funds and \$0.6 million from Rhode Island Capital Plan funds for the project. During state emergencies, this area is utilized by the Emergency Management Agency as a conference and gathering area. The addition will provide for a primary cafeteria space and the existing cafeteria will be permanently dedicated for Emergency Management Agency use. The project will add approximately 1,500 square feet and would be completed in FY 2014. *The Governor recommends \$1.5 million, \$0.1 million less than requested to reflect updated expenditures for the pre-FY 2014 period.*

**Burrillville Regional Training Institute.** The Military Staff requests \$0.1 million from Rhode Island Capital Plan funds for planning costs related to a new Regional Training Institute to be located on 133 acres of land in Burrillville. The Rhode Island National Guard plans to construct a state-of-the-art education facility that will provide sufficient space to train soldiers on the essential skills of land navigation, map reading and compass reading. The facility will consist of administration, general instruction, dining and individual sleeping quarters. The construction of the facility will be 100 percent federally funded. *The Governor recommends \$80,500 less than requested to reflect the completion of planning activities, which will be completed in FY 2014. The recommendation does not include future construction costs for the training institute.*

**Camp Fogarty Armory Roof.** Consistent with the approved plan the Military Staff requests a total of \$1.5 million including \$375,000 from Rhode Island Capital Plan funds and \$1.1 million of matching federal funds for FY 2014 to replace the roof at the Camp Fogarty Armory. Renovations to the roof are not adequate and the roof membrane and some understructure needs to be completely replaced. The project is scheduled for completion in FY 2014. *The Governor recommends funding as requested.*

**Benefit Street Arsenal Rehabilitation.** The Military Staff requests a total of \$0.8 million from Rhode Island Capital Plan funds for FY 2014 to complete the continued rehabilitation of the Benefit Street Armory. The historical structure was built in 1843 and must be maintained in accordance with Rhode

Island General Laws and its status on the national register of Historical Places. Funds will be used for exterior masonry work, painting, window and shutter repair, interior electrical, water damage repair, fire alarm and sprinkler installation and emergency egress. The request is \$58,635 less than the approved plan due to the exclusion of pre-FY 2014 expenditures. *The Governor recommends funding as requested.*

**Bristol Readiness Center.** Consistent with the approved plan, the Military Staff requests \$0.1 million from Rhode Island Capital Plan funds for a feasibility study for a project to renovate an existing site and construct a new armory facility in Bristol that will meet all updated federal requirements and is capable of supporting two Rhode Island National Guard units and a field maintenance shop. The existing West Bay armories and field shop do not meet the standards or needs of the National Guard. The construction of the facility will be 100 percent federally funded. *The Governor recommends funding as requested.*



## Department of Public Safety

| Projects                          | Status  | 5 Year Total         | Project Total        |
|-----------------------------------|---------|----------------------|----------------------|
| Supply and Intelligence Buildings | New     | \$ 380,768           | \$ 1,174,407         |
| Radio Building and Garage Repairs | New     | 900,000              | 900,000              |
| Barracks and Training Renovations | Revised | 12,375,659           | 14,757,511           |
| Headquarters Complex Expansion    | Revised | 200,000              | 490,580              |
| New Headquarters                  | Revised | -                    | 30,731,369           |
| State Fire Training Academy       | Revised | 2,608,500            | 2,825,000            |
| Parking Area Improvements         | Revised | 1,250,000            | 1,743,026            |
| Microwave and IT Upgrades         | Revised | -                    | 7,444,724            |
| Consolidated Training Academy     | Revised | 19,100,000           | 19,500,000           |
| <b>Total</b>                      |         | <b>\$ 36,814,927</b> | <b>\$ 79,566,617</b> |
| <b>Sources of Funds</b>           |         |                      |                      |
| General Obligation Bonds          |         | \$ -                 | \$ 10,534,748        |
| Restricted Receipts               |         | 13,990,000           | 4,640,000            |
| Rhode Island Capital Funds        |         | 22,824,927           | 64,391,869           |
| <b>Total</b>                      |         | <b>\$ 36,814,927</b> | <b>\$ 79,566,617</b> |

**Summary.** The Department of Public Safety's five-year capital request includes projects totaling \$93.1 million, of which \$39.2 million would be spent in the FY 2015 through FY 2019 period. This is \$33.4 million more than the approved capital plan, including \$36.8 million more from Rhode Island Capital Plan funds and \$3.7 million less from restricted receipts available through forfeiture funds from Google, Inc. to be spent in the five-year period. *The Governor recommends total funding of \$79.6 million, of which \$36.8 million would be spent in the five-year period. This includes \$11.7 million less than requested from Rhode Island Capital Plan funds.*

**Supply and Intelligence Buildings.** The Department requests total project costs of \$1.2 million from Rhode Island Capital Plan funds for the renovation of two buildings at the State Police Headquarters in North Scituate, including \$845,000 for the current year and \$100,000 for FY 2015. The project includes the installation of an HVAC system, new walls, flooring, the construction of offices, and bathroom renovations in the Supply and Intelligence Buildings.

It should be noted that this project is included in the enacted budget, as a portion of the larger Headquarters Repairs and Renovations project. The Department requests that this project be separated from the Radio Building and Garage Repairs project to reflect a new project timeline and increased scope of construction.

The FY 2015 request includes total project costs of \$2.0 million for both the Supply and Intelligence Buildings project and the Radio Building and Garage Repairs project, which is \$1.0 million more than approved for the Headquarters Repairs and Renovations project. *The Governor recommends funding as requested.*

**Radio Building and Garage Repairs.** The Department requests \$900,000 from Rhode Island Capital Plan funds for FY 2014 and FY 2015 for renovations to the Radio Bureau Building and attached

garage, located at the Department's Headquarters facility in North Scituate. It should be noted that this project is included in the enacted budget, as a portion of a larger Headquarters Repairs and Renovations project. The Department requests the separation of this project from the requested renovation of the Supply and Intelligence buildings to reflect new departmental priorities.

The FY 2015 request includes total project costs of \$2.0 million for both the Supply and Intelligence Buildings project and the Radio Building and Garage Repairs project, which is \$1.0 million more than approved for the Headquarters Repairs and Renovations project. *The Governor recommends total funding as requested, but shifts \$0.1 million from FY 2014 and \$0.8 million from FY 2015 to FY 2017 to reflect revised Departmental priorities.*

**Barracks and Training Renovations.** The Department of Public Safety requests total project costs of \$15.0 million, which is \$10.0 million more than approved for renovations to State Police barracks and the State Police Training Academy. This includes \$10.0 million from Rhode Island Capital Plan funds and \$5.0 million from restricted receipts available through forfeiture funds from Google, Inc. The Department requests Google forfeiture funds exclusively for the Hope Valley barracks construction.

The requested revisions include new barracks instead of renovations in some cases and an adjusted timetable for completion. This includes renovations to the Scituate barracks, the construction of a new Wickford barracks, the construction of a new Hope Valley barracks, and renovations to the Lincoln barracks. In addition to pre-FY 2014 expenditures of \$1.7 million, the request includes \$0.8 million in the current year, \$6.6 million in FY 2015, and \$6.0 million in FY 2016.

*The Governor recommends total funding of \$14.8 million, which is \$0.2 million less than requested from Rhode Island Capital Plan funds to reflect a revised scope of work for the Lincoln barracks renovations. He includes funding from Google forfeiture funds as requested.*

**Headquarters Complex Expansion.** The Department of Public Safety requests total project costs of \$1.1 million from Rhode Island Capital Plan funds for FY 2014 and FY 2015 for the expansion of its Headquarters Complex and the renovation of two former National Guard buildings. The request is \$0.6 million more than approved, reflecting significant exterior repairs and interior renovations to the buildings and a larger scope of interior construction and remodeling within the building currently housing the State Police supply officer.

Subsequent to submission of its capital budget request, the Department revised the scope of this project to exclude the interior renovations. It is likely that this revision will result in total project expenditures of \$0.5 million, more in line with the approved plan, and a project completion date in the current year. *The Governor recommends \$0.5 million, which is \$0.6 million less than requested to reflect actual expenditures.*

**New Headquarters.** The Department requests total funding of \$31.6 million, including \$27.5 million from Rhode Island Capital Plan funds and \$4.1 million from general obligation bonds for the new headquarters project. Construction of the facility was completed in the second half of FY 2013. Total funding for the project is \$0.9 million more from Rhode Island Capital Plan funds than approved, and includes \$0.3 million from Rhode Island Capital Plan funds for the current year to repair the building's roof and drainage system. The request also includes \$0.2 million from Rhode Island Capital Plan funds each year for FY 2015 through FY 2018 for unspecified and unidentified asset protection projects within the new facility.

*The Governor recommends total funding of \$30.7 million, which is \$0.9 million less than requested from Rhode Island Capital Plan funds. He recommends \$0.2 million less than requested for the current year and does not fund future expenditures.*

**State Fire Training Academy.** The Department requests total project costs of \$2.8 million for the construction of a State Fire Training Academy, not including \$6.4 million from general obligation bonds approved by the voters in November 2002 and \$2.9 million from Rhode Island Capital Plan funds, \$26,000 more than approved. Construction of the Academy is a two-phase process. Phase I, completed in December 2011, was construction of the training portion of the Academy funded from bond proceeds. Phase II funding includes \$0.2 million in the current year, \$1.9 million for FY 2015, and \$0.7 million for FY 2016 to build a 7,500 square foot classroom and administrative building for the Academy. The Department shifts \$0.6 million from the current year and \$0.1 million from FY 2015 to FY 2016 to reflect an updated project schedule. *The Governor recommends funding as requested.*

**Parking Area Improvements.** The Department of Public Safety requests \$1.8 million from Rhode Island Capital Plan funds for the current year and the five-year period to complete parking area improvements at the State Police Headquarters Complex, all operational State Police patrol barracks locations, and the State Police Training Academy. This includes the approved amount of \$437,000 for the current year and \$250,000 each year for FY 2015 through FY 2019. The request is \$0.8 million more than the approved plan to reflect the expansion of the parking area at the headquarters complex, repairs to the Training Academy parking lot, and the installation of security gates and fencing at the headquarters complex and the Lincoln barracks.

Total requested project costs include unspecified totals for repairs to parking lots at the following barracks: Portsmouth, Wickford, and Hope Valley. It should be noted that the Portsmouth Barracks is currently unoccupied, and the Department has included the construction of new barracks facilities, at undetermined locations, for both Wickford and Hope Valley in its FY 2015 capital budget request. *The Governor recommends total funding of \$1.7 million, \$0.1 million less than requested for the current year to reflect actual expenditures. He recommends funding for the FY 2015 through FY 2019 period as requested.*

**Microwave and IT Upgrades.** The Department of Public Safety requests total project costs of \$7.5 million from Rhode Island Capital Plan funds for the State Police Information Technology and Microwave Ring Upgrade. The project was scheduled to be completed by the end of FY 2013. The request includes \$50,000 for the current year; total requested funding is \$25,000 more than the approved plan to complete the replacement of two communications towers. The project includes the purchase and installation of telecommunication and related communication equipment for the State Police Headquarters facility, for each of the State Police barracks, and for a number of state agencies. Inclement weather throughout FY 2013 delayed anticipated completion of this project to FY 2014. The request is reflective of the need for new fencing and repositioning of existing antennas on the towers. *The Governor recommends total funding of \$7.4 million, which is \$7,226 less than requested to reflect actual expenditures.*

**Consolidated Training Academy.** The Department of Public Safety requests \$19.5 million from Rhode Island Capital Plan funds for the construction of a consolidated police training academy to be used by the State Police, the Municipal Police Training Academy and the Providence Police. The request includes \$0.8 million for the current year, \$1.7 million for FY 2015, \$10.8 million for FY 2016, and \$6.2 million for FY 2017. A location for the requested academy has not been determined.

It should be noted that the approved plan included \$8.0 million from restricted receipts available through forfeiture funds from Google, Inc. for this project. The changes in total funding requested are reflective of estimates for construction provided to the Department by the Department of Administration's Division of Capital Projects. The change in funding sources represents the Department's prioritization of Google forfeiture funds for the Hope Valley barracks. *The Governor recommends total funding as requested, but includes \$9.5 million less from Rhode Island Capital Plan funds and the remaining \$10.0 million from Google forfeiture funds. He shifts \$0.4 million from the current year, \$0.9 million from FY 2015, and \$4.2 million from FY 2016 to FY 2017 and FY 2018 to reflect an updated project schedule.*

**IT Upgrades.** The Department requests total project costs of \$5.5 million from Rhode Island Capital Plan funds, including \$3.8 million for the current year and \$1.7 million for FY 2015 for information technology upgrades to the Rhode Island Law Enforcement Telecommunications System, the State Police Management Information System, and the purchase of information technology equipment for the Sheriffs, State Fire Marshal, and Capitol Police. The request includes \$3.8 million for the current year and \$1.7 million for FY 2015.

This project does not appear to meet the definition of a capital expense and use of Rhode Island Capital Plan funds may not be appropriate, as use of these funds has been limited to physical assets. *The Governor does not recommend the funding.*

## Rhode Island Emergency Management Agency

| Projects                            | Status  | 5 Year Total         | Project Total        |
|-------------------------------------|---------|----------------------|----------------------|
| RI Statewide Communications Network | New     | \$ 12,000,000        | \$ 12,000,000        |
| Emergency Management Building       | Revised | 7,500,000            | 7,624,999            |
| Hurricane Sandy                     | Revised | 167,000              | 17,520,057           |
| <b>Total</b>                        |         | <b>\$ 19,667,000</b> | <b>\$ 37,145,056</b> |
| <b>Sources of Funds</b>             |         |                      |                      |
| Federal Funds                       |         | \$ 8,750,000         | \$ 24,250,000        |
| General Revenues                    |         | 5,000,000            | 5,000,000            |
| Rhode Island Capital Funds          |         | 5,917,000            | 7,895,056            |
| <b>Total</b>                        |         | <b>\$ 19,667,000</b> | <b>\$ 37,145,056</b> |

**Summary.** The Military Staff submits a capital budget totaling \$13.1 million for 2 projects for the Emergency Management Agency, all of which would be expended by the end of FY 2014. The request includes \$10.0 million from federal funds and \$3.1 million from Rhode Island Capital Plan funds.

*The Governor recommends total project costs of \$37.1 million for three projects related to the Emergency Management Agency. The recommendation reflects the separation of the National Guard and Emergency Management Agency into two stand alone agencies. The capital budget recommendation for the Military Staff is shown separately in this publication.*

**Rhode Island Statewide Communications Network.** The Rhode Island Statewide Communications network is the radio system that is used to expedite emergency phone calls, maintain communication with all political subdivisions in the state and the emergency radio communication system that allows all hospitals, the Department of Health, and Emergency Management to be on a private radio system in order to effectively respond to all types of disasters.

*The Governor recommends total project costs of \$12.0 million for upgrades and expansion of the current network. Funding is programmed through the five-year period and includes \$5.0 million from federal sources, \$5.0 million from general revenues and \$2.0 million from Rhode Island Capital Plan funds. It should be noted that \$1.1 million of general revenue funding for maintenance of the system is included in the Agency's FY 2015 operating recommendation. Elements funded in the capital recommendation include security improvements, back-up generators, tower maintenance and HVAC improvements. It is currently unclear which portions of these projects are an appropriate use of Rhode Island Capital Plan Fund expenditures.*

**Emergency Management Building.** Consistent with the approved plan, the Military Staff requests \$0.1 million from Rhode Island Capital Plan funds for FY 2014 for a feasibility study for a new Rhode Island Emergency Management Agency building. This project would allow the Agency to construct a new and separate facility that would house administration offices, the State Emergency Operations Center and equipment and materials storage. The Military's capital request also includes a separate project at the Command Readiness Center to add space for the Emergency Management Agency. The Military staff indicates this project would still be required to meet the Homeland Security standard of having a backup functional location during a statewide emergency.

*The Governor includes \$7.5 million more than requested and enacted for construction of the new building. The feasibility study is expected to be completed in FY 2014, with construction to begin in FY 2015. Funding includes \$3.8 million from federal funds over fiscal years 2015 through 2017, with \$3.8 million from Rhode Island Capital Plan funds programmed over the same period. It should be noted that supporting documents show that more specific details about the facility will be known upon the completion of the feasibility study.*

**Hurricane Sandy Cleanup.** In October 2012, Hurricane Sandy made landfall in the state causing damage to infrastructure and properties as a result of flooding and high winds. A major disaster was declared in the following month, which began the state's process of applying for federal funding to reimburse entities completing necessary repairs. The Emergency Management Agency within the Military Staff is the lead state agency for federal coordination and eventual reimbursement of funding. The 2013 Assembly provided \$12.0 million for these purposes. The Military Staff's current request is \$1.0 million more than was previously provided to reflect a more defined list of projects and reimbursements; however, the Military Staff has not publicly presented this list. *The Governor recommends \$17.5 million to reflect a revised project list.*

## Department of Environmental Management

| Projects                                      | Status  | 5 Year Total         | Project Total         |
|-----------------------------------------------|---------|----------------------|-----------------------|
| Distressed Communities Recreation Grants      | New     | \$ 1,000,000         | \$ 1,000,000          |
| Lake Recreation and Restoration               | New     | 1,000,000            | 1,000,000             |
| Marine Infrastructure and Pier Development    | New     | 4,300,000            | 4,300,000             |
| Brownfields Remediation                       | New     | 4,000,000            | 5,000,000             |
| Green Streets and Neighborhoods               | New     | 4,000,000            | 4,000,000             |
| Flood Prevention                              | New     | 3,000,000            | 3,000,000             |
| Local Agriculture and Seafood Grants          | New     | 500,000              | 500,000               |
| Shellfish Management and Restoration Facility | New     | 3,200,000            | 3,200,000             |
| Telephone Replacement                         | New     | 175,000              | 175,000               |
| Historic and Passive Grants                   | Revised | 500,000              | 5,000,000             |
| Fort Adams State Park                         | Revised | 425,000              | 4,210,803             |
| Newport Piers                                 | Revised | 375,000              | 1,902,200             |
| Fort Adams Sailing Improvements               | Revised | 2,450,000            | 9,991,887             |
| Fish and Wildlife Maintenance Facility        | Revised | 460,000              | 500,000               |
| Natural Resources Offices/Visitors Center     | Revised | 2,250,100            | 2,705,553             |
| State Recreation Facilities Improvements      | Revised | 6,400,000            | 29,744,532            |
| Rocky Point                                   | Revised | -                    | 12,500,000            |
| Blackstone Valley Bike Path                   | Revised | 548,410              | 1,500,000             |
| Local Recreation Development Grants           | Ongoing | 6,500,000            | 30,500,000            |
| Narragansett Bay and Watershed Restoration    | Ongoing | 3,839,934            | 12,500,000            |
| Roger Williams Park                           | Ongoing | -                    | 11,000,000            |
| Galilee Piers                                 | Ongoing | 1,304,100            | 7,781,746             |
| Dams Repair                                   | Ongoing | 6,300,000            | 7,750,633             |
| State Open Space                              | Ongoing | 5,500,000            | 19,000,000            |
| Local Open Space                              | Ongoing | 7,645,001            | 15,500,000            |
| Farmland Development Rights                   | Ongoing | 6,000,000            | 13,500,000            |
| Local Bikeways and Recreational Greenways     | Ongoing | -                    | 5,000,000             |
| World War II State Park Improvements          | Ongoing | 2,600,000            | 2,600,000             |
| <b>Total</b>                                  |         | <b>\$ 74,272,545</b> | <b>\$ 215,362,354</b> |
| <b>Sources of Funds</b>                       |         |                      |                       |
| Federal Funds                                 |         | \$ 431,600           | \$ 12,364,599         |
| General Obligation Bonds - New                |         | 38,000,000           | 40,000,000            |
| General Obligation Bonds                      |         | 16,984,935           | 114,500,000           |
| Restricted Receipts                           |         | -                    | 2,200,000             |
| Rhode Island Capital Funds                    |         | 18,856,010           | 46,297,755            |
| <b>Total</b>                                  |         | <b>\$ 74,272,545</b> | <b>\$ 215,362,354</b> |

**Summary.** The Department requests \$32.5 million from all funds to be used in the five-year period for 20 projects totaling \$71.7 million. Funding in the five-year period consists of \$12.5 million from authorized general obligation bonds, \$0.4 million from federal funds and \$19.6 million from Rhode Island Capital Plan funds.

*The Governor recommends \$74.3 million for the five-year period for 28 projects totaling \$215.4 million. The recommendation for the five-year period is \$41.8 million more than requested primarily to reflect the Governor's proposal of \$40.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot. The bond proceeds would be used for several projects, eight of which were not included in the Department's capital budget request.*

**Distressed Communities Relief Grants.** The Department currently provides matching funds to municipalities for development and improvement of recreational facilities. Special grant programs may include funds for distressed communities, historic parks, and other significant resource improvement grants to municipalities for recreation development and acquisition projects.

*The Governor recommends \$1.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot to provide 90 percent matching grant funds to the municipalities of Woonsocket, West Warwick, Pawtucket, Central Falls, North Providence, and Providence for parkland development and acquisition. Funding is programmed in FY 2016 and FY 2017; annual debt service would be \$0.1 million.*

**Lake Recreation and Restoration.** The Department's Office of Water Resources implements a variety of programs aimed at protecting and restoring the state's surface waters, groundwaters and wetlands. The state has approximately 1,420 miles of rivers, 20,749 acres of lakes and ponds, and approximately 15,500 acres of freshwater swamps, marshes, bogs and fens as well as close to 72,000 acres of forested wetlands.

*The Governor recommends \$1.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for long-term projects to improve water quality in lakes as well as access to and recreational opportunities on Rhode Island's freshwater bodies. Funding is programmed in FY 2016 and FY 2017; annual debt service would be \$0.1 million.*

**Marine Infrastructure and Pier Development.** The Department is responsible for the development, management, and maintenance of the state-owned piers and certain waterfront property located in the state. These properties comprise 33 piers and 28 lease holdings with an approximate combined value of over \$100 million.

*The Governor recommends \$4.3 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for marine infrastructure and pier development at sites critical to Rhode Island's tourism and fishing economy. The recommended funding includes \$2.0 million for a fishing pier and boating access ramp at Rocky Point in Warwick, \$1.3 million for a fishing pier and public restroom facility at India Point Park in Providence, and \$1.0 million for a fishing pier at Green Lane in Portsmouth. Funding is programmed from FY 2016 through FY 2019; annual debt service would be \$0.3 million.*

**Brownfields Remediation.** The Department currently operates a brownfields program funded through federal sources. Properties classified as brownfields include any property that cannot be developed, expanded or reused due to the presence of an environmental hazard. Funding is used to both investigate what types of hazardous materials are present, as well as assisting in the remediation of these sites.

*The Governor recommends \$5.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot to provide 80 percent matching grants to public, private, and non-profit entities for brownfields remediation projects at abandoned industrial sites throughout the state.*

*Funding is programmed from FY 2016 through the post-FY 2019 period; annual debt service would be \$0.4 million.*

**Green Streets and Neighborhoods.** The Department indicates that “green infrastructure” projects, also known as “low impact development,” may be used in combination with conventional infrastructure solutions to address or lessen impacts of runoff quality and quantity, including sewer overflows. The Department further notes that investments in such projects can reduce beach closures, polluted ponds and flooding; build resiliency to extreme weather events; and create green jobs.

*The Governor recommends \$4.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for grants to public, private, and non-profit entities to install “green infrastructure.” Examples of eligible projects include green roofs, rain gardens, vegetated swales, pocket wetlands, green parking, vegetated filter strips, and riparian buffers to address stormwater issues in communities. Funding is programmed from FY 2016 through FY 2019; annual debt service would be \$0.3 million.*

**Flood Prevention.** Rhode Island state agencies including the Department of Environmental Management and the Emergency Management Agency provide funding and resources intended to prevent and alleviate flooding in the state, often in conjunction with federal agencies. For example, the Department participates in the federal National Dam Safety Program and provides Rhode Island Capital Plan funds for dam repairs. Also, the Agency indicates that all 39 of Rhode Island’s cities and towns participate in the National Flood Insurance Program, under which the federal government provides maps of hazardous areas and federally backed flood insurance and the communities agree to enact and enforce floodplain regulations intended to minimize the threats to life and property.

*The Governor recommends \$3.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for grants to public and non-profit entities for projects related to dam repairs and restoration of coastal habitats, rivers and stream floodplains. Funding is programmed from FY 2016 through FY 2018; annual debt service would be \$0.2 million.*

**Local Agriculture and Seafood Grants.** The Department administers the Local Agriculture and Seafood Program, which was created by Chapter 37 of the Public Laws of 2012 with the intention of enhancing and promoting Rhode Island’s agriculture and seafood industries. The law includes provisions authorizing the Department to provide matching grants to small or beginning farmers and non-profit entities.

*The Governor recommends \$0.5 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for grants to farmers and non-profit organizations for acquiring, renovating, and constructing agricultural structures that enhance the viability and profitability of Rhode Island’s food system. Funding is programmed in FY 2016 and FY 2017; annual debt service would be \$40,121.*

**Shellfish Management and Restoration Facility.** The Department’s Division of Fish and Wildlife protects, restores, and manages the fish and wildlife resources of the state. The Division, which is responsible for setting seasons, size limits, methods of taking, and daily limits for the harvest of all wildlife as well as all recreational and commercial fisheries in the state, is divided into three separate sections: Marine Fisheries, Freshwater Fisheries, and Wildlife Management.

*The Governor recommends \$3.2 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot for the development of a facility on Department property that*

would serve as the base of operations for shellfish management and restoration in the state. The facility would house the Department's Fish and Wildlife programming, administration, research, and operations related to shellfish management and restoration, with the intention of facilitating collaboration with marine restoration partners such as the University of Rhode Island, the Nature Conservancy, and Save the Bay. Funding is programmed from FY 2016 through FY 2018; annual debt service would be \$0.3 million.

**Telephone Replacement.** The Department requests a total of \$175,000 from Rhode Island Capital Plan funds in FY 2014 for a new project to upgrade its telephone system. The Department indicates that its telephones and voicemail systems are outdated and in need of replacement, and the Budget Office notes that the telecommunications manager from the Division of Information Technology evaluated the system and recommended the upgrade. The Department has included this project in several of its past requests, but it has never been included in the approved plan. This project does not appear to meet the definition of a capital expense and Rhode Island Capital Plan funds may not be an appropriate use. *The Governor recommends the requested funds for FY 2015.*

**Historic and Passive Grants.** The Department requests a total project cost of \$1.0 million to provide grants to municipalities for renovation and development of historic and passive recreation areas. In August of 2008, the Department awarded 14 grants totaling \$1.2 million. The request includes \$1.0 million of general obligation bond proceeds for historic and passive grants approved by the voters on the November 2012 ballot. The Department, which indicates that grant funds have historically been expended within two years after the award, accelerates the completion date of the project from FY 2017 to FY 2015. The request is \$5.0 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$5.0 million, or \$1.0 million less than the approved plan. He reduces funding by \$2.0 million in the pre-FY 2014 period to reflect actual expenditures and shifts \$1.1 million of unspent funds to FY 2014 to reflect the revised project schedule.*

**Fort Adams State Park.** The Department requests a total project cost of \$4.6 million from all funds to restore and repair historic structures at the Fort Adams State Park in Newport. The state operates the fort and is responsible for conducting programs, developing restoration plans and raising funds from public and private sources. Funding in the five-year period includes \$0.6 million from Rhode Island Capital Plan funds. The request is \$4.8 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures and \$0.3 million less for FY 2016 and FY 2017 to better reflect anticipated expenditures. The Department indicates that the Fort Adams Trust has identified over \$28 million in repairs needed to completely renovate the fort. *The Governor recommends \$4.2 million, including \$3.3 million to reflect the actual pre-FY 2014 expenditures, \$0.5 million for FY 2014, and \$0.4 million in the five-year period.*

**Newport Piers.** The Department requests a total project cost of \$0.8 million from Rhode Island Capital Plan funds for ongoing infrastructure improvements to the Newport Piers, including electrical upgrades and design and construction of a building for lobster sales. The request is \$5.1 million less than the approved plan primarily to reflect the inadvertent exclusion of approximately \$5.4 million in pre-FY 2014 expenditures and the addition of \$0.3 million in FY 2016 and FY 2017 to be used for electric, decking, and piling repairs. *The Governor recommends \$1.9 million, which is \$4.0 million less than the approved plan to reflect the actual pre-FY 2014 expenditures.*

**Fort Adams Sailing Improvements.** The Department requests \$6.8 million, including \$4.6 million from Rhode Island Capital Plan funds for improvements to Fort Adams State Park, which will allow the state to host large-scale sailing events. The state has been awarded a stopover for the Volvo Ocean

Race, which will take place in May of 2015. The request also includes \$2.2 million in restricted receipts for FY 2014 to reflect anticipated private donations for the construction of the mid-park educational and recreational facility. The request is \$1.1 million less than the approved plan to reflect the inadvertent exclusion of \$1.9 million in pre-FY 2014 expenditures and the addition of \$0.8 million in FY 2015 to be used for utilities upgrades. *The Governor recommends total funding of \$10.0 million, which is \$3.2 million more than the Department's request. This includes \$1.5 million to reflect the pre-FY 2014 expenditures and the addition of \$1.7 million in FY 2015 for water and electric hookups and other improvements for major sailing events.*

**Fish and Wildlife Maintenance Facility.** The Department requests a total of \$500,000, including \$250,000 from Rhode Island Capital Plan funds to provide state matching funds for the construction of a maintenance facility for the Division of Fish and Wildlife at the Great Swamp Management Area. The Department indicates that the current facility is over 30 years old and is too small to store equipment. The request is \$150,000 less than the approved plan to reflect a revised estimate of the design and construction expenditures. The Department accelerates the project schedule by one year, which was also altered in the FY 2014 budget process. *The Governor recommends total funding as requested, but shifts \$250,000 from FY 2015 to FY 2017 to reflect further revisions to the project schedule.*

**Natural Resources Offices/Visitor's Center.** The Department requests a total project cost of \$3.1 million from Rhode Island Capital Plan funds for the construction of a new office facility for the natural resources division in the Arcadia Management Area at Browning Mill Pond. The facility would include office and lab space for mosquito abatement tests and the state veterinarian, as well as a visitor's center. The Department shifts \$1.0 million from FY 2014 to FY 2015 to reflect further revisions to the project schedule, which was also altered in the FY 2014 budget process. The request is \$0.1 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$2.7 million, or \$0.5 million less than the approved plan to reflect the actual pre-FY 2014 expenditures. He recommends funding in FY 2014 and FY 2015 consistent with the approved plan.*

**State Recreation Facilities Improvements.** The Department requests a total project cost of \$16.9 million for improvements at Rhode Island parks and management areas. The request includes funding for repairs and reconstruction of facilities at Lincoln Woods State Park, restroom improvements and replacements, design and construction of additional camping facilities at Fishermen's Campground and other facilities. The request is \$22.4 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures and the addition of \$2.2 million in FY 2019. *The Governor recommends \$29.7 million from all sources. This includes \$11.5 million from Rhode Island Capital Plan funds, \$5.8 million less than the approved plan, including \$5.0 million shifted to new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot. Annual debt service would be \$0.4 million.*

**Rocky Point.** The Department requests \$2.8 million, including \$2.5 million from Rhode Island Capital Plan funds and \$0.3 million from general obligation bond proceeds for maintenance and renovations at the approximately 85 acre property formerly known as Rocky Point Park. In November 2010, the voters approved a referendum, including \$10.0 million in general obligation bonds. The state completed the purchase of Rocky Point in FY 2013 after the federal district court and state properties committee approved the final purchase and sales agreement. The Department indicates that, in its current state, the Rocky Point property poses unsafe conditions, and the work requested for FY 2014 includes demolition of buildings on the property. The Department further indicates that the building phase will be followed by a master planning phase and then a phase to develop the property

for use as a state park. The request is \$9.8 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures and \$0.3 million more for FY 2014 to better reflect the planned remediation work. *The Governor recommends \$12.5 million, which reflects the \$9.8 million in pre-FY 2014 expenditures and funding as requested for FY 2014.*

**Blackstone Valley Bike Path.** The Department requests \$0.9 million from Rhode Island Capital Plan funds for construction of the Blackstone Valley Bike Path, which is scheduled to be a 17.1 mile by 12-foot wide scenic bike-path that will connect to the East Bay Bike Path, eventually making a continuous 31.9 mile route for alternative transportation. The current request shifts \$0.4 million from FY 2015 to FY 2014 to reflect further revisions to the project schedule, which was also altered in the FY 2014 budget process. The request is \$0.6 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$1.5 million, including \$0.6 million to reflect the pre-FY 2014 expenditures. He shifts \$0.5 million from FY 2014 to FY 2015 and FY 2016 to reflect further changes to the project schedule.*

**Local Recreation Development Grants.** The Department requests a total project cost of \$6.0 million to provide grants to municipalities for recreation development and acquisition projects. The Department is responsible for the administration of these grants and has awarded approximately \$36.5 million in grants to municipalities for recreation development and acquisition projects since 1988. The request is \$37.0 million less than the approved plan to reflect the inadvertent exclusion of approximately \$36.5 million in pre-FY 2014 expenditures and \$0.5 million in FY 2017. In November 2012, the voters approved \$5.5 million of new general obligation bonds for this project. *The Governor recommends \$30.5 million. The recommendation excludes \$16.5 million of previously authorized bonds that were spent in pre-FY 2014 period and adds \$4.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot. Funding is programmed from FY 2017 through the post-FY 2019 period; annual debt service would be \$0.3 million.*

**Narragansett Bay and Watershed Restoration.** The Department requests a total of \$4.0 million from general obligation bonds to restore and protect water quality in Narragansett Bay. The project provides matching grants to state and local agencies, non-profit organizations and for-profit businesses to abate sources of pollution causing beach closures, fish kills and other problems identified in water quality restoration plans. The request includes \$4.0 million of general obligation bond proceeds approved by the voters on the November 2012 ballot. The request is \$8.5 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends total funding of \$12.5 million, which is consistent with the approved plan. He shifts \$2.8 million of unspent funds to FY 2014 and FY 2015 to reflect the revised project schedule.*

**Roger Williams Park.** The Department requests \$260,000 from general obligation bonds to be used in FY 2014 to complete improvements to Roger Williams Park. The remaining bond proceeds are being used for the last phase of a \$28.5 million project, which has involved constructing botanical gardens as well as other improvements to the Park Zoo. The request is \$28.2 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$11.0 million, which reflects the exclusion of \$17.5 million of previously authorized bonds that were spent in pre-FY 2014 period.*

**Galilee Piers.** The Department requests total project costs of \$7.2 million from Rhode Island Capital Plan funds and federal sources to use through FY 2018 for facilities and infrastructure improvements at the Port of Galilee. This project involves repairing and improving the Galilee State Pier by replacing deteriorated wooden bulkheads, paving the parking lot on the pier and providing treatment for stormwater runoff. The Department has completed repairs to the north bulkhead, which supports the

charter fishing boats docks. Design of the south bulkhead has been completed and construction will begin in the fall of 2013. The request is \$5.3 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$7.8 million, which is \$4.8 million less than the approved plan to better reflect the anticipated project expenditures.*

**Dams Repair.** The Department requests total project costs of \$3.4 million from Rhode Island Capital Plan funds to repair state owned dams at various recreational management areas. This project includes design and construction at the John L. Curran Dams in Cranston, Breakheart Hill Dam in the Arcadia Management Area and Burlingame Reservoir Dam in Glocester. The request is \$5.4 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$7.8 million, or \$1.0 million less than the approved plan to better reflect the planned work.*

**State Open Space.** The Department requests a total project cost of \$2.5 million for the purchase of land, development rights and conservation easements statewide. Land acquired under this program includes forested land, open fields, river access sites, shoreline access areas, farmlands, trail connections and water supply protection areas. The request includes \$2.5 million of general obligation bond proceeds approved by the voters on the November 2012 ballot. The request is \$11.5 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$19.0 million, or \$5.0 million more than the approved plan. This includes adjustments to reflect the actual pre-FY 2014 expenditures and the addition of \$4.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot. Annual debt service would be \$0.3 million.*

**Local Open Space.** The Department requests \$2.5 million from general obligation bonds for the Local Land Acquisition Grants for the Open Space program. The purpose of the program is to provide grants to municipalities, local land trusts and non-profit organizations to preserve open space in Rhode Island. Since 1988, the program has awarded over 130 grants preserving over 6,200 acres of land. In 2008, the Department awarded 14 grants to municipalities and land trusts. The Department conducted a grant round in the summer of 2011 and received over 30 grant applications, 14 of which were approved. The request includes \$2.5 million of general obligation bond proceeds approved by the voters on the November 2012 ballot. The request is \$16.0 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures.

*The Governor recommends \$15.5 million, including \$4.9 million in the pre-FY 2014 period. He excludes funding from a previously authorized bond that has been fully spent and shifts \$3.6 million of unspent funds to FY 2014 through FY 2016. The Governor adds \$3.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot. Annual debt service would be \$0.2 million.*

**Farmland Development Rights.** The Department requests total project costs of \$5.5 million from authorized general obligation bond proceeds, including \$4.5 million approved by the voters on the November 2012 ballot for farmland acquisition. The Agricultural Land Preservation Commission accepts and scores farmland applications for these funds. The goal is to eliminate economic pressures on farmers to sell land for residential or commercial development. The request is \$13.0 million less than the approved plan to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$13.5 million. For the pre-FY 2014 period, he includes \$5.0 million of general obligation bond proceeds, but excludes \$8.0 million of federal funds which were in the approved plan. The Governor adds \$3.0 million of new general obligation bond proceeds to be submitted to the voters on the November 2014 ballot. Annual debt service would be \$0.2 million.*

**Local Bikeways and Recreational Greenways.** The Department requests a total project cost of \$0.3 million from authorized general obligation bond proceeds for the design and construction of local bikeways and recreational greenways to be used in FY 2014 to complete the project. Bond proceeds from the 1998 Rhode Island Greenways Bond program provided the 20 percent matching share for Department of Transportation funds. The Department of Transportation's federal funding is being used to complete the design and construction of the Blackstone River Bikeway and the Washington Secondary Bikeway. The current request delays the project completion date from FY 2013 to FY 2014, which the Department attributes to permitting issues with some of the projects. The request is \$4.7 million less than the approved plan primarily to reflect the inadvertent exclusion of pre-FY 2014 expenditures. *The Governor recommends \$5.0 million, including \$4.2 million in the pre-FY 2014 period and \$0.8 million for FY 2014. He shifts \$0.5 million of unspent funds to FY 2014 to reflect the revised project schedule.*

**World War II State Park Improvements.** Consistent with the approved plan, the Department requests \$2.6 million from Rhode Island Capital Plan funds to revitalize the currently closed World War II State Park, eliminating the currently empty pond and replacing it with a splash park. The project also includes water, sewer, stormwater, and electrical upgrades, as well as replacement of a pedestrian bridge and a new playground. The Department indicates that it is currently working with the City of Woonsocket to develop a maintenance plan for the park. *The Governor shifts the funds from FY 2014 to FY 2015.*

## Coastal Resources Management Council

| Projects                                      | Status  | 5 Year Total        | Project Total       |
|-----------------------------------------------|---------|---------------------|---------------------|
| Fish Passage Restoration                      | Revised | \$ -                | \$ 3,658,740        |
| Secure Facility Area                          | Revised | -                   | 50,000              |
| Coastal & Estuary Habitat Restoration Program | Ongoing | 1,250,000           | 4,299,309           |
| <b>Total</b>                                  |         | <b>\$ 1,250,000</b> | <b>\$ 8,008,049</b> |
| <b>Sources of Funds</b>                       |         |                     |                     |
| Federal Funds                                 |         | \$ -                | \$ 3,658,740        |
| Restricted Receipts                           |         | 1,250,000           | 4,299,309           |
| Rhode Island Capital Funds                    |         | -                   | 50,000              |
| <b>Total</b>                                  |         | <b>\$ 1,250,000</b> | <b>\$ 8,008,049</b> |

**Summary.** The Council requests a total of \$11.1 million, of which \$2.3 million would be used in the five-year period. Funding in the five-year period includes \$1.0 million from Rhode Island Capital Plan funds and \$1.3 million from the Oil Spill Prevention, Administration and Response Fund, which are restricted receipts. The request is for five projects.

The Council subsequently submitted a revised version of its capital budget request to include \$0.3 million from other funds to be used in FY 2014 and FY 2015 for a Shoreline Change Beach Special Area Management Plan project.

*The Governor recommends a total of \$8.0 million for three projects, including \$1.3 million in the five-year period.*

**Fish Passage Restoration.** The Council requests federal funds of \$0.6 million in FY 2014 to restore access to spawning habitat in the Ten Mile and Pawcatuck River watersheds for numerous migratory species. The Council indicates that the project will improve the habitat and biodiversity in Narragansett and Little Narragansett Bays, and enhance the state's fresh and salt water fisheries. The current request shifts \$0.2 million from FY 2013 to FY 2014 to reflect further revisions to the project schedule, which was also altered in the FY 2014 budget process. *The Governor recommends \$147,547 more than requested in FY 2014. It appears that the Council's request reflects the remaining available funds and the \$0.1 million increase proposed by the Governor might be inadvertent.*

**Secure Facility Area.** The Council requests \$50,000 from Rhode Island Capital Plan funds for FY 2014 to construct a secure outdoor area that would house one of the Council's boats. The previous secure storage area has been reassigned to accommodate the incorporation of the Department of Children, Youth and Families into the building and to install a generator system, and the Council's vessel which had been stored there is currently being housed at the residence of a staff member. The request delays the project to FY 2014 because of a delay in the Stedman Building parking lot renovations. *The Governor recommends funding as requested.*

**Coastal and Estuary Habitat Restoration Program and Trust Fund.** The Council's request includes total project expenditures of \$4.5 million from the Oil Spill Prevention, Administration and Response Fund for the Coastal and Estuary Habitat Restoration Program and Trust Fund. The 2004 Assembly passed Article 44 of 2004-H 8219, Substitute A, as amended, and mandated the annual amount of

\$250,000 from the Oil Spill Prevention, Administration and Response Fund to the program and trust fund. The request is \$250,000 more than the approved plan to reflect funding for the post-FY 2019 period. *The Governor recommends \$250,000 less than requested for this project. He does not include funding for the post-FY 2019 period.*

**Ninigret Pond Breachway Rock Removal.** The Council requests \$0.2 million from Rhode Island Capital Plan funds to be used in FY 2014 for a project to remove large rocks and groups of smaller rocks that are obstructing navigation in the Ninigret Pond breachway. While the approved plan did not include any funding in the Council's budget for this project, federal funds were included for repairs from damage caused by Hurricane Sandy in the Rhode Island Emergency Management Agency's budget as the need has extended beyond rock removal since the storm. The Council indicates that a plug of sediment has formed at the seaward opening of the breachway, preventing equipment designed to remove the fallen rocks from being able to enter the breachway. The Council notes that it has contacted the Budget Office about funding for sediment removal and further notes that it does not yet know the amount of federal funds available for this project.

*The Governor excludes the funds and notes that they are included in the Rhode Island Emergency Management Agency's budget.*

**South Coast Restoration and Maintenance Project.** The Council requests a total cost of \$2.8 million to complete habitat restorations along the southern coast of Rhode Island and to maintain breachways. The current project reflects that the approved plan combines what were previously two separate projects: South Coast Habitat Restoration and South Coast Breachways Maintenance. The request is \$6.4 million less than the approved plan, which primarily reflects the inadvertent exclusion of \$7.0 million of pre-FY 2014 expenditures. The change also includes an additional \$0.6 million for sediment removal in FY 2014, which the Council indicates is based on the anticipated dredging schedule and cost estimates. The Council notes that the dredging needs to occur at least every two to three years regardless of whether there is a storm event such as a hurricane or winter storm.

*The Governor excludes the funds and notes that they are included in the Rhode Island Emergency Management Agency's budget.*

**Shoreline Change Beach Special Area Management Plan.** The Council requests \$0.3 million from Rhode Island Capital Plan funds to be used in FY 2014 and FY 2015 for a new project to address erosion issues along the Rhode Island shoreline. The Council notes that this shoreline protection initiative was recommended in 2012-S 2922, Substitute A, a resolution passed by the Senate. *The Governor does not recommend the project.*

## Rhode Island Clean Water Finance Agency

| Projects                       | Status  | 5 Year Total          | Project Total           |
|--------------------------------|---------|-----------------------|-------------------------|
| Clean Water Fund               | Revised | \$ 267,240,000        | \$ 1,444,306,960        |
| Drinking Water Fund            | Ongoing | 142,000,000           | 503,501,325             |
| Water Pollution Fund           | Ongoing | 850,000               | 4,974,220               |
| <b>Total</b>                   |         | <b>\$ 410,090,000</b> | <b>\$ 1,952,782,505</b> |
| <b>Sources of Funds</b>        |         |                       |                         |
| Agency Revenue Bonds           |         | \$ 191,375,000        | \$ 1,194,291,294        |
| Federal Funds                  |         | 94,665,000            | 447,849,813             |
| Federal Stimulus               |         | -                     | 22,907,300              |
| General Obligation Bonds - New |         | 20,000,000            | 20,000,000              |
| General Obligation Bonds       |         | 12,700,000            | 20,000,000              |
| Interest Earnings              |         | 250,000               | 2,685,258               |
| Revolved Capital               |         | 91,100,000            | 245,048,840             |
| <b>Total</b>                   |         | <b>\$ 410,090,000</b> | <b>\$ 1,952,782,505</b> |

**Summary.** The Agency requests \$2,049.1 million, of which \$395.3 million would be used in the five-year period for three projects. Funding includes \$12.8 million from authorized general obligation bonds, \$94.7 million from federal funds, \$91.1 million from revolved capital and \$196.7 million from agency revenue bonds in the five-year period.

*The Governor recommends a total project cost of \$96.5 million less than requested, with \$14.8 million more for the five-year period. The recommendation excludes previously authorized bonds that have been fully spent in pre-FY 2014 period and adds \$20.0 million of new general obligation bond proceeds for the Clean Water State Revolving Fund, to be submitted to the voters on the November 2014 ballot.*

**Clean Water Fund.** The Agency requests \$248.5 million to be used in the five-year period for a total project cost of \$1,473.8 million for the Clean Water State Revolving Fund, a subsidized loan program for local governmental units to finance wastewater infrastructure projects. The loans are repaid over 20 years and have a subsidy of at least one-third off the market rate. Funding in the five-year period includes \$8.2 million from authorized general obligation bond proceeds, \$48.5 million from federal funds, \$62.5 million from revolved capital and \$129.3 million from agency revenue bonds. The request is \$65.9 million more than the approved plan primarily due to an increase in revenue bond sales, which reflects a higher than anticipated demand for the loans, and an anticipated increase in federal funds.

*The Governor recommends \$267.2 for the five-year period, \$18.7 million more than requested including \$20.0 million of new general obligation bonds to be submitted to the voters on the November 2014 ballot. Total project cost reflects the exclusion of previously authorized bonds that have been fully spent in pre-FY 2014 period.*

**Drinking Water Fund.** Consistent with the approved plan, the Agency requests a total project cost of \$514.5 million from all funds, of which \$146.1 million would be used in the five-year period for the Drinking Water State Revolving Fund. The fund operates and is funded by Section 1452 of the

Federal Safe Drinking Water Act Amendments of 1996. Federal Capitalization Grants are awarded to the state, and the state contributes a 20.0 percent match. Loans are available to eligible water suppliers for planning, design and construction of safe water supply, treatment and transmission infrastructure projects. *The Governor recommends \$11.0 million less than requested primarily to reflect the exclusion of previously authorized bonds that have been fully spent in the pre-FY 2014 period.*

**Water Pollution Fund.** Consistent with the approved plan, the Agency requests a total project cost of \$60.9 million, of which \$0.6 million from the Agency's revolved capital account would be spent in the five-year period for the Water Pollution Control State Revolving Fund. This fund receives capital funding from general obligation bond proceeds and transfers the appropriate state match to the Drinking Water State Revolving Fund. *The Governor recommends \$55.9 million less than requested primarily to reflect the exclusion of previously authorized bonds that have been fully spent in the pre-FY 2014 period.*

**Municipal Road and Bridge Revolving Fund.** The 2013 Assembly established a revolving fund to be administered by the Clean Water Finance Agency for municipalities to borrow from to complete large scale road and bridge projects at a lower borrowing cost than could be achieved by the municipalities on the open market. The Municipal Road and Bridge Revolving Fund is to be initially capitalized using \$7.0 million of bond premium proceeds transferred from the Rhode Island Capital Plan Fund with the intent of dedicating future premiums and other resources that may be appropriated to the fund; it will operate similarly to the Clean Water and Drinking Water state revolving funds. Annual disbursements from the fund cannot exceed \$20.0 million, and no more than 50.0 percent of available funding in any calendar year shall be dedicated to any one city or town, unless there are no remaining eligible projects.

*The Governor does not include the project in the funding tables, but notes that the Clean Water Finance Agency is currently reviewing road and bridge projects prioritized by the Department of Transportation.*

## Narragansett Bay Commission

| Projects                                     | Status  | 5 Year Total          | Project Total           |
|----------------------------------------------|---------|-----------------------|-------------------------|
| Interceptor Maintenance & Construction       | Revised | \$ 33,506,000         | \$ 43,223,000           |
| Phase II Combined Sewer Overflow Facilities  | Revised | 61,513,000            | 231,814,000             |
| Wastewater Treatment Facility Improvements   | Revised | 20,643,000            | 161,753,000             |
| Sewer System Improvements                    | Ongoing | 1,369,000             | 7,150,000               |
| Phase III Combined Sewer Overflow Facilities | Ongoing | 203,424,000           | 604,656,000             |
| <b>Total</b>                                 |         | <b>\$ 320,455,000</b> | <b>\$ 1,048,596,000</b> |
| <b>Sources of Funds</b>                      |         |                       |                         |
| Other (Revenue Bonds, State Revolving Fund)  |         | \$ 320,455,000        | \$ 1,048,596,000        |
| <b>Total</b>                                 |         | <b>\$ 320,455,000</b> | <b>\$ 1,048,596,000</b> |

**Summary.** The Narragansett Bay Commission indicates that the Clean Water Finance Agency, which issues loans to the Commission and individual communities for wastewater infrastructure improvements, does not have sufficient capacity to finance the Commission's capital plan. The FY 2015 through FY 2019 request includes \$320.5 million from other funds, which the Commission indicates consists of State Revolving funds, revenue bonds and other capital funds. The exact amounts from the aforementioned are not yet known. The request includes five projects. *The Governor recommends funding as requested.*

**Interceptor Maintenance & Construction.** The Commission requests \$43.2 million from the state Clean Water Finance Agency's revolving funds and the Commission's revenue bonds to be used into the post-FY 2019 period for 12 projects, three of which are new. A number of these projects involve television inspection to indicate if there is any damage to interceptors that might need to be repaired or replaced, as well as the removal of grit from the interceptors to increase sewer capacity. The Commission plans to inspect and clean all of its interceptors in a ten-year period. The request is \$9.7 million more than the approved plan which primarily reflects funding for new projects. *The Governor recommends funding as requested.*

**Phase II Combined Sewer Overflow Facilities.** The Commission requests a total of \$231.8 million from the state Clean Water Finance Agency's revolving funds and the Commission's revenue bonds for Phase II of the combined sewer overflow facilities project, which consists of 15 ongoing projects. The current request outlines the individual projects included in this phase. This is the second of three phases for the Narragansett Bay Commission's federally mandated combined sewer overflow project. Phase II involves the construction of a 18,200 foot tunnel along the Woonasquatucket River and an 8,000 foot tunnel along the Seekonk River. These two interceptors will convey flows from combined sewer overflows to the Main Spine Tunnel constructed in Phase I. The request is \$22.7 million less than the approved plan primarily because the actual construction bids were lower than estimated for the Woonasquatucket, Seekonk and North Main Street interceptors. *The Governor recommends funding as requested.*

**Wastewater Treatment Facility Improvements.** The Commission requests total project costs of \$161.8 million from the state Clean Water Finance Agency's revolving funds and the Commission's revenue bonds, of which \$20.7 million will be used from FY 2015 through FY 2019 for various wastewater treatment improvement projects, including effluent discharge removal of nitrogen and

ammonia at the Field's Point facility. The upgrades are required to comply with discharge limits mandated by the Department of Environmental Management. The request includes a total of 11 projects, three of which are new. Also, the request is \$5.7 million less than the approved plan which primarily reflects \$2.6 million in new projects and revised cost estimates as projects progress toward completion. The Commission indicates that the original costs were based on the engineer's design estimates, while the revised costs are a result of the bids received and the actual costs of constructing certain components of the project. *The Governor recommends funding as requested.*

**Sewer System Improvements.** Consistent with the approved plan, the Commission requests a total project cost of \$7.2 million from the state Clean Water Finance Agency's revolving funds and the Commission's revenue bonds, of which \$1.4 million will be used from FY 2015 through FY 2019 to improve its sewer system by connecting the wastewater treatment plants in the entire service area. The request is for three ongoing projects. *The Governor recommends funding as requested.*

**Phase III Combined Sewer Overflow Facilities.** Consistent with the approved plan, the Commission requests total project costs of \$604.7 million from the state Clean Water Finance Agency's revolving funds and the Commission's revenue bonds to be used through the post-FY 2019 period for design and construction of Phase III, the final phase for the Narragansett Bay Commission's federally mandated Combined Sewer Overflow project. Phase III involves the construction of a 13,000 foot tunnel in Pawtucket, which will convey flows from combined sewer overflows to the Main Spine Tunnel constructed in Phase I. *The Governor recommends funding as requested.*

## Rhode Island Resource Recovery Corporation

| Projects                                    | Status  | 5 Year Total         | Project Total        |
|---------------------------------------------|---------|----------------------|----------------------|
| Brook Street Electrical Upgrade             | New     | \$ -                 | \$ 805,087           |
| Leachate Sewer Line and Pump Station        | New     | -                    | 2,994,450            |
| Leachate Storage Tanks                      | New     | -                    | 2,044,955            |
| Leachate Pretreatment Facility Design       | Revised | -                    | 1,201,039            |
| Leachate Pretreatment Facility Construction | Revised | 11,300,000           | 28,250,000           |
| NBC Sewer Line Connection                   | Revised | -                    | 4,441,169            |
| RIPDES Treatment System                     | Revised | -                    | 2,740,685            |
| Landfill Phase VI Design & Construction     | Revised | 28,400,000           | 45,525,737           |
| MRF Fire Alarm System and Wiring            | Ongoing | 250,000              | 250,000              |
| <b>Total</b>                                |         | <b>\$ 39,950,000</b> | <b>\$ 88,253,122</b> |

### Sources of Funds

|                                               |                      |                      |
|-----------------------------------------------|----------------------|----------------------|
| Resource Recovery Corporation General Revenue | \$ 28,650,000        | \$ 47,393,320        |
| Resource Recovery Corporation Revenue Bonds   | 11,300,000           | 40,859,802           |
| <b>Total</b>                                  | <b>\$ 39,950,000</b> | <b>\$ 88,253,122</b> |

**Summary.** The Corporation requests \$104.8 million, of which \$40.0 million would be used in the FY 2015 through FY 2019 period for ten projects, three of which are new. Total funding includes \$64.0 million from the Corporation's general revenues and \$40.9 million from its revenue bonds.

In May 2013, the Corporation issued \$40.0 million of revenue bonds for a new leachate pretreatment facility, as authorized by legislation contained in 2012-H 7323, Substitute A, as amended. The current request separates the design work into its own project and divides the construction work into four separate projects, where all had previously been one. The Corporation's request expands the bonds' use to related infrastructure improvements of the Narragansett Bay Commission sewer line connection and the Rhode Island Pollutant Discharge Elimination System groundwater treatment system.

*The Governor recommends \$16.6 million less than requested. He excludes the Materials Recycling Facility Enhancement project, which was completed in May 2012.*

**Brook Street Electrical Upgrade.** The Corporation requests \$0.8 million from its general revenues and revenue bonds for a new project to relocate and upgrade the electrical supply on the south side of the landfill, which will provide power to new and existing pump stations and flow meters in order to increase capacity for future projects. The Corporation indicates that this is a preliminary component of the leachate pretreatment facility construction. *The Governor recommends funding as requested.*

**Leachate Sewer Line and Pump Station.** The Corporation requests \$3.0 million from its revenue bonds for a new project to install a sewer line, construct a concrete sedimentation tank and pump station, and demolish the existing leachate pretreatment building. The installation of the new sewer line is necessary to increase the capacity of the leachate transmission system for additional leachate sources including gas condensate and the gas well dewatering system, and the Corporation further notes that the new pump station is necessary to feed the two equalization/storage tanks. The Corporation indicates that this is a preliminary component of the leachate pretreatment facility

construction and further notes that construction for this particular project has begun and is expected to be completed in FY 2014. *The Governor recommends funding as requested.*

**Leachate Storage Tanks.** The Corporation requests \$2.0 million from its revenue bonds for a new project to install two 750,000 gallon glass-lined steel leachate storage tanks, which will serve as flow equalizers and provide excess storage for heavy storm events. The Corporation indicates that this is a preliminary component of the leachate pretreatment facility construction and further notes that construction for this particular project is expected to begin before the end of the 2013 calendar year. *The Governor recommends funding as requested.*

**Leachate Pretreatment Facility Design.** The Corporation requests a total project cost of \$1.2 million from its general revenues to design a new leachate pretreatment facility that is capable of treating leachate in a manner consistent with new nitrogen standards established by the Narragansett Bay Commission and the Department of Environmental Management. The current facility is sized to process 400,000 gallons per day of raw landfill leachate, and the Corporation is requesting a new facility in order to meet discharge limits as well as to increase the facility's capacity to 650,000 gallons per day. While the Corporation previously included all of the leachate facility work as one project called Leachate Pretreatment Facility, the current request carves out the design work into its own project and divides the construction work into four separate projects.

The request is \$0.4 million more than the approved plan included for the design work. The increase reflects the actual bid and the design/build contract that was executed in July 2013. *The Governor recommends funding as requested.*

**Leachate Pretreatment Facility Construction.** The Corporation requests a total project cost of \$28.3 million from its revenue bonds to construct a new leachate pretreatment facility described above.

The Corporation indicates that the design/build contract was executed in July 2013 and construction is expected to begin in FY 2014. In May 2013, the Corporation issued \$40.0 million of revenue bonds for the leachate pretreatment facility, as authorized by legislation contained in 2012-H 7323 Substitute A, as amended. The current request separates the design work into its own project and divides the construction work into four separate projects, where all had previously been one.

The authorizing legislation states that "the corporation will use the bond proceeds to fund the design and construction of a leachate pretreatment facility to comply with projected changes in discharge standards for the disposal of wastewater, including leachate, into a public sewer system." The Corporation requests revenue bonds for leachate facility component projects including the Brook Street electrical upgrades, the leachate sewer line, pump stations, and storage tanks, as well as the infrastructure improvements of the Narragansett Bay Commission sewer line connection and the Rhode Island Pollutant Discharge Elimination System groundwater treatment system that relate to compliance with discharge standards.

The Corporation requests a total of \$40.9 million from revenue bonds, which is \$0.9 million more than the \$40.0 million authorized and issued. The Corporation subsequently indicated that it inadvertently requested more than the \$40.0 million and it anticipates submitting revisions to its request to reduce revenue bonds so that the total amount does not exceed \$40.0 million. *The Governor recommends funding as requested. The recommendation does not include a reduction in revenue bonds.*

**Narragansett Bay Commission Sewer Line Connection.** The Corporation requests \$4.4 million from its revenue bonds for a project to install a sewer line that will connect to the Narragansett Bay Commission's sewer collection system at Atwood Avenue, make modifications to an existing pump station and install a new package pump station. The Corporation had previously requested to fund the sewer line connection solely from its general revenues, but in May 2013 it issued \$40.0 million of revenue bonds to fund the construction of a leachate pretreatment facility, component projects and related infrastructure improvements, including this project.

The request is \$0.6 million more than the approved plan primarily to reflect that design costs in the pre-FY 2014 period were more than anticipated and the inclusion of costs to reimburse the Town of Johnston for police detail along the Central Avenue sewer extension project. The Corporation indicates that it is still making payments to the contractor for construction work and the Town of Johnston for police detail and, as such, the project end date has been delayed from FY 2013 to FY 2014. *The Governor recommends funding as requested.*

**RIPDES Treatment System.** The Corporation requests \$2.7 million from its general revenues and revenue bonds to construct a groundwater treatment system, which will include an iron settling basin and recirculating sand filter to remove iron and ammonia from the Phase V underdrain. The Corporation had previously requested to fund the treatment system solely from its general revenues, but in May 2013 it issued \$40.0 million of revenue bonds to fund the construction of a leachate pretreatment facility, component projects and related infrastructure improvements, including this project.

The request is \$1.5 million more than the approved plan because the actual construction bid was higher than the estimated bid. The Corporation indicates that this project is required as part of its Rhode Island Pollutant Discharge Elimination System general stormwater discharge permit and Consent Agreement RIA-400, which requires that the Corporation comply with the Department of Environmental Management's surface water standards since the Corporation is discharging groundwater to surface water. *The Governor recommends funding as requested.*

**Landfill Phase VI Design & Construction.** The Corporation requests a total project cost of \$45.5 million from its general revenues, of which \$28.4 million would be used in the five-year period to design and construct another series of landfill cells, which must be in service before Phase V reaches its design capacity. The Corporation indicates it has accelerated the project schedule to ensure that Phase VI will be ready by 2015.

The request is \$7.1 million more than the approved plan primarily due to the inclusion of expenditures in the post-FY 2019 period. The approved plan reflected an estimate of construction expenditures for a more limited number of years, as it did not include the out-year expenditures. *The Governor recommends funding as requested.*

**Materials Recycling Facility Fire Alarm System and Wiring.** Consistent with the approved plan, the Corporation requests \$0.3 million from its general revenues for a project to replace the fire alarm panel which provides fire alarm protection for the entire Materials Recycling Facility and both of the facility's scale houses. The replacement system will incorporate new technology with an addressable system. Also, the alarm system will be rewired to provide a supervisory safety alert to signal problems in the wiring circuits and the devices in the loop. *The Governor recommends funding as requested.*

**Materials Recycling Facility Enhancement.** Consistent with the approved plan, the Corporation requests a total project cost of \$16.6 million from its general revenues for capital equipment and machinery component replacements at the Materials Recycling Facility. Funding was used to retrofit the facility in order to recycle a single-stream of waste, which allows the Corporation to recycle all plastics labeled one through seven at the facility. The previous facility was only able to recycle plastics labeled one and two. The request includes only the costs that relate to the retrofit to a single-stream recycling system. The Corporation indicates that the Material Recycling Facility was completed and became operational in May 2012 and further notes that it meant to remove this completed project from this year's capital's request, but the project was inadvertently included. *The Governor does not include the project, as it is complete.*

## Department of Transportation

| Projects                                    | Status  | 5 Year Total            | Project Total           |
|---------------------------------------------|---------|-------------------------|-------------------------|
| Bridge Rehabilitation                       | New     | \$ 80,000,000           | \$ 80,000,000           |
| Mass Transit Hubs                           | New     | 40,250,000              | 40,250,000              |
| Highway Drainage Preservation               | New     | 7,500,000               | 7,500,000               |
| Warren Yard Replacement                     | New     | 750,000                 | 750,000                 |
| Capital Equipment Replacement               | Revised | 24,861,434              | 28,298,502              |
| Salt Storage Facilities                     | Revised | 7,500,000               | 12,187,968              |
| Cooperative Maintenance Facility            | Revised | 4,400,000               | 4,700,000               |
| Train Station Repairs                       | Revised | 1,000,000               | 1,097,847               |
| Washington Bridge Repairs                   | Ongoing | 10,817,694              | 79,086,942              |
| Highway Improvement Program                 | Ongoing | 1,399,137,008           | 2,629,607,719           |
| Commuter Rail                               | Ongoing | 77,412,067              | 154,624,539             |
| Portsmouth Facility                         | Ongoing | 3,465,000               | 5,565,000               |
| Maintenance Facilities Asset Protection     | Ongoing | 2,400,000               | 4,588,985               |
| Cherry Hill/Lincoln Facility                | Ongoing | -                       | 4,069,050               |
| East Providence Facility Relocation         | Ongoing | -                       | 5,083,400               |
| Sakonnet River Bridge                       | Ongoing | -                       | 142,425,412             |
| Maintenance Facility Fire Alarms            | Ongoing | -                       | 182,812                 |
| I-195 Relocation                            | Ongoing | 34,800,001              | 417,528,240             |
| Pawtucket-Central Falls Train Station Study | Ongoing | 1,117,181               | 3,137,152               |
| <b>Total</b>                                |         | <b>\$ 1,695,410,385</b> | <b>\$ 3,620,683,568</b> |
| <b>Sources of Funds</b>                     |         |                         |                         |
| Authorized General Obligation Bonds         |         | \$ 7,865,000            | \$ 90,392,196           |
| Federal Funds                               |         | 1,177,916,486           | 2,162,989,074           |
| Federal GARVEE Bonds                        |         | 10,817,694              | 506,828,214             |
| Federal Stimulus Funds                      |         | 17,188,275              | 167,596,523             |
| Land Sales                                  |         | 41,300,001              | 58,114,156              |
| MBTA                                        |         | 13,775,300              | 20,914,608              |
| New General Obligation Bonds                |         | 40,000,000              | 40,000,000              |
| Other                                       |         | 127,050,997             | 140,815,644             |
| Rhode Island Capital Funds                  |         | 145,850,000             | 201,803,148             |
| State Motor Fuel Tax Revenue Bonds          |         | 34,988,388              | 146,702,812             |
| Vehicle Registration Fees                   |         | 78,658,244              | 84,527,193              |
| <b>Total</b>                                |         | <b>\$ 1,695,410,385</b> | <b>\$ 3,620,683,568</b> |

**Summary.** The Department requests \$2,508.9 million from FY 2015 through FY 2019 for projects totaling \$4,435.4 million. Total funding would require \$85.4 million from authorized bond proceeds, \$2,163.0 million from federal sources, \$506.8 million from federal Grant Anticipation Revenue Vehicle (GARVEE) Bond proceeds, \$58.1 million from the sale of Department owned land and \$234.8 million from Rhode Island Capital Plan funds. The request also includes \$979.0 million in expenditures from other sources, including \$938.2 million for which there is no funding source identified, of which \$322.2 million is for a statewide bridge rehabilitation project and \$481.0 million is for the reconstruction of Routes 6 and 10. *The Governor recommends total project costs of \$3,620.7*

million, with \$1,695.4 million programmed for the five year period. The recommendation is \$814.7 million less than requested to reflect a smaller recommendation for new projects, such as the bridge rehabilitation program, and also removes funding for which no fund source was identified. The recommendation reflects the Governor's proposal to program a portion of expenditures with gasoline tax funding, which will become increasingly available as the state gradually assumes all of the Department's debt service payments with general revenue, instead of gasoline tax. The amounts and uses of these funds is included in Article 21 of 2014-H 7133. Although the Governor continues his initiative to no longer use general obligation bonds for the state's match for Federal Highway Administration funds, he does include \$40.0 million of new general obligation bonds for the 2014 ballot to repair and construct Mass Transit Hubs.

**Bridge Rehabilitation.** The Department requests total project costs of \$322.2 million from unidentified sources for a new project that would increase bridge inspection, repair and rehabilitation projects throughout the state. Of the state's 763 bridges, 163 are currently classified as structurally deficient. The project would expand current bridge work with the goal of eventually eliminating structurally deficient bridges in Rhode Island. Requested funding is projected to reduce the amount of structurally deficient bridges by half, while also reducing the amount of bridges being added to this classification annually due to an increase in overall bridge preservation work.

*The Governor recommends \$80.0 million from gasoline tax proceeds to fund a statewide bridge rehabilitation program, beginning with \$10.0 million each for fiscal years 2015 and 2016, \$15.0 million for FY 2017 and \$20.0 million each for fiscal years 2018 and 2019. The recommendation is funded with gasoline tax revenues, which will become increasingly available as the state gradually assumes all of the Department's debt service payments with general revenue, instead of gasoline tax. The recommendation specifically notes that funding for this program will be used for bridges under the purview of the Department; which means bridges outside of the Department's control would not be rehabilitated from these funds. This would include bridges under the control of the Rhode Island Turnpike and Bridge Authority, including the Newport Pell, Jamestown, Sakonnet River and Mount Hope bridges.*

**Mass Transit Hubs.** The Department of Transportation currently coordinates mass transit hub operations with the Rhode Island Public Transit Authority and the Office of Statewide Planning. The main Mass Transit Hub in the state is located at Kennedy Plaza in Providence, with a secondary transit hub located at the Intermodal Station in Warwick. *The Governor recommends \$40.0 million of new general obligation bonds to be presented to the voters on the 2014 ballot to study the current effectiveness of the state's Mass Transit Hubs and make improvements to the system that may include alterations to the current structure as well as construction of new facilities. He includes \$0.3 million of Rhode Island Capital Plan funds in FY 2015 to perform the study, with general obligation bond expenditures of \$5.0 million in FY 2016, \$10.0 million each for fiscal years 2017 and 2018 and \$15.0 million programmed for FY 2019.*

**Highway Drainage Preservation.** The Department requests total project costs of \$10.0 million from Rhode Island Capital Plan funds for a new project to inspect and clean the state's catch basins. The state has approximately 25,000 catch basins; however, the Department is only able to maintain approximately 1,000 each year. The funding will be used to inspect and clean an additional 1,000 annually. *The Governor recommends \$7.5 million from gasoline tax revenues for the program, including \$0.5 million in FY 2015, annually increasing funding by \$0.5 million until it reaches \$2.5 million in FY 2019.*

**Warren Yard Replacement.** The Department requests total project costs of \$0.8 million from Rhode Island Capital Plan Funds to be used through FY 2015 for a new project to reconstruct a maintenance facility in Warren. The facility serves as a site for salt and equipment storage, as well as housing of staff during winter operations. The project would include repaving the lot, and replacing the three-bay garage and administrative area. It is unclear why this project was included separately, as the Department has an ongoing maintenance facility rehabilitation project. The state of disrepair of the facility as described by the Department suggests existing funds should be used for this project. *The Governor recommends funding as requested.*

**Capital Equipment Replacement.** The Department requests total project costs of \$32.4 million from Rhode Island Capital Plan funds to replace capital equipment. This project involves the purchase of heavy trucks, sweepers, loaders, backhoes and tractors to replace the Maintenance Division's existing fleet. Excluding pre-FY 2014 expenditures included in the approved plan, the request is \$26.4 million more than enacted. The approved plan includes \$1.0 million annually from Rhode Island Capital Plan funds, while the current request includes \$5.3 million for FY 2015, \$5.6 million in FY 2016 and \$5.0 million each for the remaining years in the five-year period. The Department notes that its current request is reflective of the Department's need.

*The Governor recommends total project costs of \$28.3 million, \$4.1 million less than requested and \$0.9 million more than the approved plan. The request programmed approximately \$5.0 million each year from Rhode Island Capital Plan funds. Consistent with the request, the recommendation increases the annual funding to \$5.0 million; however, it includes \$2.5 million annually from Rhode Island Capital Plan funds and \$2.5 million of gasoline tax revenue.*

**Salt Storage Facilities.** Consistent with the approved plan, the Department requests \$8.8 million from Rhode Island Capital Plan funds to be used in the five-year period for the construction of salt storage facilities at various locations statewide where salt is currently stored uncovered. *The Governor recommends \$7.5 million for the five year period to reflect a revised construction plan.*

**Cooperative Maintenance Facility.** Consistent with the approved plan, the Department requests total project costs of \$5.0 million from Rhode Island Capital Plan funds to convert the former Rhode Island Public Transit Authority's maintenance facility on Elmwood Avenue to a cooperative maintenance facility for the Department's heavy fleet and the Authority's buses. The Elmwood facility is currently obsolete, as maintenance has been shifted to the Authority's new headquarters. Funding would be used for architectural and engineering services to design the facility, as well as construction costs for the conversion. *The Governor recommends \$0.3 million less than requested to reflect revised construction costs.*

**Train Station Repairs.** The Department requests total project costs of \$2.4 million from Rhode Island Capital Plan funds for repairs at three train stations; Woonsocket, Kingston and Westerly. The Kingston and Westerly stations are currently active, while the Woonsocket station serves as a bus depot. The Department's maintenance division is currently responsible for these facilities; however, the Department indicates that the gas tax funds used for the stations are insufficient. Funding would be used for larger scale asset protection projects, such as roof and window repairs, painting and HVAC upgrades. *The Governor recommends funding as requested.*

**Washington Bridge Repairs.** The Department requests total project costs of \$79.1 million from GARVEE Bond proceeds, of which \$10.8 million will be used through FY 2016 to construct a new Washington Bridge that connects Providence to Interstate 195 East. Construction is underway and the highway portion of the bridge has been completed, with the pedestrian bridge portion of the project

scheduled for completion in FY 2015, with final contract payments through FY 2016. The request is \$10.6 million more than the approved plan to reflect updated project costs for the pedestrian bridge portion of the project, which was originally designed over ten years ago. *The Governor recommends funding as requested.*

**Highway Improvement Plan.** The Department of Transportation requests \$1,399.1 million from all funds for highway improvement program expenditures to be used in the five-year period, for total project costs of \$2,629.2 million. The request excludes any new bonding authority for state matching funds, which are historically presented to the voters on the November ballot. This reflects an initiative by the 2011 Assembly to replace borrowing with pay-go sources, which would be accomplished by eliminating new general obligation bonds for the state match, and replacing them with transportation related fees and Rhode Island Capital Plan funds. The request is \$261.6 million more than the approved plan, primarily to reflect revised award projections from the Federal Highway Administration. *The Governor recommends funding essentially as requested, but makes minor adjustments to pre-FY 2014 expenditures.*

**Commuter Rail.** The Department requests total project costs of \$154.6 million from all funds, of which \$77.4 million will be used in the five-year period for the Commuter Rail Project. Funding includes \$3.6 million of general obligation bond authority approved by the voters on the November 2008 ballot. Phase I of the project involved the extension of commuter rail service south from Providence to T.F. Green Airport in Warwick, and has been completed. Phase II of the project extended commuter rail service 25 miles to Wickford Junction. The current request also includes plans for a bypass station in Kingston, along with intermediate stops at Cranston and East Greenwich. The request is \$97.8 million less than the approved plan to reflect the removal of \$75.0 million of unidentified funds in the out-years that were a placeholder for future stops. The remainder of the decrease from the approved plan reflects the exclusion of expenditures made in earlier fiscal years, based on the Department's interpretation of Budget Office instructions. *The Governor recommends funding as requested.*

**Portsmouth Facility.** Consistent with the approved plan, the Department requests total project costs of \$5.6 million from authorized general obligation bonds and Rhode Island Capital Plan funds to be used through FY 2016 for the relocation of the Portsmouth maintenance facility to state owned land in an area between Boyd's Lane and the ramp to Route 24 North Bound. *The Governor recommends funding as requested.*

**Maintenance Facilities Asset Protection.** The Department requests total project costs of \$5.3 million from Rhode Island Capital Plan funds to be used through FY 2019 to make repairs at its seven district maintenance facilities throughout the state, and its headquarters facility located in Warwick. Improvements would include pavement repair at select facilities, replacement and repairs of the HVAC systems and roof repairs to several limited-use facilities. The request is \$0.9 million more than the approved plan due to the inclusion of additional out-year projects not in the approved plan. The additional projects are based on a new estimate of need for multiple structures in future years. *The Governor recommends funding essentially as requested, but makes minor adjustments to pre-FY 2014 expenditures.*

**Cherry Hill/Lincoln Facility.** The Department requests a total project cost of \$1.1 million, of which \$0.8 million from Rhode Island Capital Plan funds will be used to complete the construction of a new maintenance facility with salt storage. This facility would consolidate the two maintenance facilities located on Cherry Hill Road in Johnston and Douglas Pike in Smithfield to the former National Guard headquarters in Lincoln. The final stage of the plan includes demolition and debris removal from the

Lincoln facility. The request is \$3.0 million less than the approved plan to reflect the exclusion of expenditures made in earlier fiscal years, based on the Department's interpretation of Budget Office instructions. *The Governor recommends funding consistent with the approved plan.*

**East Providence Facility Relocation.** Consistent with the approved plan, the Department requests a total project cost of \$3.0 million from authorized general obligation bonds and Rhode Island Capital Plan funds for the relocation of the East Providence maintenance facility from Sachem Road to state property on the East Shore Expressway on Route 114 and Route 6. Construction of the new facility is substantially complete; however, the request includes \$150,000 in FY 2014 to complete the project. *The Governor recommends funding as requested.*

**Sakonnet River Bridge.** Consistent with the approved plan, the Department requests total project costs of \$142.4 million from GARVEE Bond proceeds, Federal Highway Funds and State Motor Fuel Tax Revenue Bonds, of which \$12.0 million will be used in FY 2014 to complete the Sakonnet River Bridge project. The new Sakonnet River Bridge consists of replacing the existing Sakonnet River Bridge on a new alignment immediately south of the existing structure. The contract was awarded in April of 2009 and construction is underway, with substantial completion achieved in August 2013.

The 2012 Assembly transferred the ownership and maintenance responsibility for the Sakonnet River and Jamestown bridges, effective June 15, 2012. With control of the two additional bridges, the Turnpike and Bridge Authority established a toll structure that would collect enough revenue to maintain the two new bridges, as well as the bridges it had already been responsible for, the Newport Pell and Mount Hope. After reconsidering the funding scenario presented by the Authority, the 2013 Assembly placed a ten cent toll on the Sakonnet Bridge effective from August 19, 2013 through April 1, 2014. *The Governor recommends funding as requested and includes no change to control or funding.*

**Maintenance Facility Fire Alarms.** Consistent with the approved plan, the Department requests total project cost of \$0.2 million from Rhode Island Capital Plan funds to be used through FY 2013 to install fire alarms at the Department's maintenance facilities to comply with updated fire code regulations. *The Governor recommends funding as requested.*

**I-195 Relocation.** Consistent with the approved plan, the Department requests total project costs of \$417.5 million, of which \$34.8 million from State Motor Fuel Revenue Bonds, Grant Anticipation Revenue Vehicle bonds, Federal Highway Improvement Funds and proceeds from land sales would be used through FY 2017 for the relocation of Interstate 195 project. The project is underway, and the mainline was opened in 2009 with significant completion, including demolition of the existing facility and reconnection of city streets in 2013. Projects such as final landscaping and the pedestrian bridge will be under construction through FY 2016, with final contract payments made in FY 2017. *The Governor recommends funding as requested.*

**Pawtucket/Central Falls Train Station Study.** Consistent with the approved plan, the Department requests total project costs of \$3.2 million, including \$2.5 million from federal funds, \$0.5 million from the City of Pawtucket and \$0.1 million from Rhode Island Capital Plan funds, of which \$1.1 million will be spent in the five-year period to study the feasibility of operating a commuter train station in the Pawtucket-Central Falls area. *The Governor recommends funding as requested.*

**Statewide Resurfacing.** The Department requests total project costs of \$125.0 million from unidentified sources for a new statewide road resurfacing program. Approximately 60 percent of state's 3,000 lane miles of maintained roads are classified as failed, poor or fair condition. Funding

would be used to expand current resurfacing projects to increase the proportion of roads in good condition by approximately one-third, or 600 lane miles. *The Governor does not recommend funding for this project.*

**Routes 6 and 10 Reconstruction.** The Department requests total project costs of \$481.0 million from unidentified sources for the reconstruction of the Route 6 and 10 interchange. The project would address the deterioration of the existing bridges on the structure; reduce congestion on the interchange and the adjacent communities, while also improving travel in the north to west direction. *The Governor does not recommend funding for this project.*

## Rhode Island Public Transit Authority

| Projects                                    | Status  | 5 Year Total         | Project Total         |
|---------------------------------------------|---------|----------------------|-----------------------|
| Fixed Route and Paratransit Cameras         | New     | \$ -                 | \$ 2,270,705          |
| Solar Technologies                          | Revised | -                    | 1,952,146             |
| Enterprise Software                         | Ongoing | 341,151              | 1,975,000             |
| Bus Rapid Transit Corridor                  | Ongoing | -                    | 1,905,753             |
| Land and Buildings                          | Ongoing | 5,070,000            | 15,514,982            |
| Bus Purchases                               | Ongoing | 38,625,613           | 134,773,094           |
| Paratransit Vehicles                        | Ongoing | 6,176,612            | 27,952,306            |
| Intelligent Transportation Systems          | Ongoing | 217,691              | 10,368,120            |
| Radio Interoperability                      | Ongoing | -                    | 4,267,600             |
| <b>Total</b>                                |         | <b>\$ 50,431,067</b> | <b>\$ 200,979,706</b> |
| <b>Sources of Funds</b>                     |         |                      |                       |
| Federal Funds                               |         | \$ 40,344,853        | \$ 146,025,153        |
| Federal Stimulus Funds                      |         | -                    | 24,005,848            |
| General Obligation Bonds                    |         | 17,471               | 4,764,707             |
| Other (Cities and Towns)                    |         | 3,922,992            | 4,545,419             |
| Rhode Island Capital Funds                  |         | 513,529              | 7,581,241             |
| RIPTA Operating Funds                       |         | 228,230              | 1,189,147             |
| RIPTA Revolving Loan Funds                  |         | 1,278,861            | 8,668,191             |
| State Fleet Replacement Revolving Loan Fund |         | 4,125,131            | 4,200,000             |
| <b>Total</b>                                |         | <b>\$ 50,431,067</b> | <b>\$ 200,979,706</b> |

**Summary.** The Rhode Island Public Transit Authority requests \$50.4 million for the five-year period for total project costs of \$198.1 million. Funding includes \$8.3 million from approved general obligation bond proceeds, \$170.0 million from federal funds, \$0.7 million from Rhode Island Capital Plan funds, \$4.7 million from other funds and \$10.3 million from Authority sources. Funding also includes \$4.2 million from the state's Fleet Replacement Fund provided by the 2012 Assembly as part of an initiative to lower debt service costs associated with transportation agencies. *The Governor recommends funding essentially as requested, but makes adjustments to pre-FY 2014 expenditures.*

**Fixed Route and Paratransit Cameras.** The Authority requests total project costs of \$2.3 million for a new project to install security cameras on its buses and paratransit vehicles. The project consists of placing six cameras on each of the Authority's 235 vehicles and five cameras on each of its 130 paratransit vehicles. Funding consists of \$1.8 million from federal funds and \$0.5 million from Authority sources, with \$1.9 million scheduled for FY 2014 to complete the project. *The Governor recommends funding as requested.*

**Solar Technologies.** The Authority requests \$2.0 million to replace the deteriorating roof of its transportation building with a new roof equipped with solar technology. Funding includes \$1.2 million from the Federal Transit Administration, \$0.4 million from federal stimulus funding, \$0.3 million from the Attorney General's Office and \$0.1 million from Authority sources. The project will accomplish the roof replacement while lowering the Authority's operating cost by generating energy

with the solar panels. The request is \$1.5 million less than the approved plan to reflect revised project costs. *The Governor recommends funding as requested.*

**Enterprise Software.** The Authority requests \$2.0 million to replace its current financial tracking system in order to address shortfalls in financial data quality, processing and monitoring. Funding is programmed at \$1.2 million in FY 2014 and \$0.3 million in FY 2015, with 80 percent provided from Federal Transit Administration funds. The remaining amount of \$0.4 million will come from Authority operating funds, including \$249,772 for FY 2014. It should be noted that the Authority has estimated an operating deficit of approximately \$10.0 million for the budget year. It appears this project could be postponed or funded from other sources to lower the projected deficit. *The Governor recommends funding as requested.*

**Bus Rapid Transit Corridor.** Consistent with the approved plan, the Authority requests \$1.9 million from federal funds and \$14,026 from Authority sources to develop more efficient bus service on the Authority's busiest fixed routes, the number 11 Broad Street bus route and the number 99 Pawtucket bus route. The funding will be used for the planning and development of traffic signal priority, the integration of Intelligent Transportation Systems with hybrid buses as well as improvements to bus stops such as additional lighting and customer information. *The Governor recommends funding as requested.*

**Land and Buildings.** Consistent with the approved plan, the Authority requests total project costs of \$8.6 million to improve security at its Elmwood facilities, provide upgrades to various transit hubs and park and ride facilities while also making multi-year improvements to bus stops and sidewalks. These upgrades would include increased security measures, crack repair, shelter improvement and repaving work. Total funding includes \$6.9 million from federal sources, \$0.7 million from local funds, \$0.8 million from Rhode Island Capital Plan funds, \$0.3 million from Authority sources and \$0.1 million from previously authorized general obligation bonds. *The Governor recommends \$15.5 million, \$7.7 million more than requested due to the inclusion of pre-FY 2014 expenditures from Rhode Island Capital Plan funds that were inadvertently excluded from the request.*

**Bus Purchases.** Consistent with the approved plan, the Authority requests total project costs of \$138.4 million to replace 66 buses, trolleys and flex vehicles. Flex vehicles are vans that supply service to low density areas. The Authority indicates that these vehicles have or will have exceeded their useful lives. Funding includes \$4.2 million from the state's Fleet Replacement Fund provided by the 2012 Assembly as part of an initiative to lower debt service costs associated with transportation agencies. *The Governor recommends \$134.8 million, \$3.6 million less than requested to reflect adjustments which reduced pre-FY 2014 expenditures.*

**Paratransit Vehicles.** Consistent with the approved plan, the Authority requests \$6.2 million to be used in the five-year period for the replacement of paratransit vehicles, upgrades to paratransit software, and the installation of surveillance equipment on the vehicles. The request includes total project costs of \$28.0 million, consisting of \$22.4 million from federal funds and \$5.6 million from the Authority's paratransit revolving funds. *The Governor recommends funding as requested.*

**Intelligent Transportation Systems.** Consistent with the approved plan, the Authority requests a total project cost of \$10.8 million, including \$8.9 million from federal funds and \$1.9 million from Authority sources, for the implementation of an Intelligent Transportation System. When fully deployed, the system will integrate real time bus data with the Authority's fleet supervisors and customer service kiosks, using computer aided dispatch and automatic vehicle location technologies. These technologies will allow the phone and web-based systems to accommodate real time arrival

information. *The Governor recommends \$10.4 million, \$0.4 million less than requested to reflect revised costs for FY 2014.*

**Radio Interoperability.** Consistent with the approved plan, the Authority requests total project costs of \$4.3 million to integrate the Authority's communication system into the Rhode Island Statewide Communications Network (RISCON), enabling full interoperability with state communications. The Authority's fleet currently operates on an analog signal, and is not compatible with other agencies on the statewide network. The project is federally funded, and completion is scheduled for FY 2014. *The Governor recommends funding as requested.*



## Rhode Island Airport Corporation

| Projects                                | Status  | 5 Year Total          | Project Total         |
|-----------------------------------------|---------|-----------------------|-----------------------|
| T.F. Green Airport General Improvements | Revised | \$ 161,410,796        | \$ 257,297,902        |
| Outlying Airports General Improvements  | Revised | 25,020,831            | 32,985,363            |
| <b>Total</b>                            |         | <b>\$ 186,431,627</b> | <b>\$ 290,283,265</b> |
| <b>Sources of Funds</b>                 |         |                       |                       |
| Airport Bonds                           |         | \$ 44,031,367         | \$ 75,565,982         |
| Airport Operating Funds                 |         | 1,935,650             | 3,177,917             |
| Federal Funds                           |         | 125,667,870           | 186,604,682           |
| Passenger Facility Charges              |         | 14,796,740            | 24,934,684            |
| <b>Total</b>                            |         | <b>\$ 186,431,627</b> | <b>\$ 290,283,265</b> |

**Summary.** The Airport Corporation requests total capital expenditures of \$290.3 million, including \$186.4 million during the FY 2015 through FY 2019 period. It should be noted that the Corporation's request combines the Environmental Compliance and Land Acquisition projects into the T.F. Green Airport General Improvements project, despite these projects being shown separately in the approved plan. The total request is \$56.4 million more than the approved plan, which reflects several new projects at T.F. Green, as well as increases to the approved plan for the Environmental Compliance and Land Acquisition projects. The Corporation's request programs out-year funding from future revenue bonds, which will require Assembly authorization pursuant to the Public Corporation Debt Management Act. *The Governor recommends funding as requested and includes authorization for additional revenue bonds in Article 4 of 2014-H 7133.*

**T.F. Green Airport General Improvements.** The Airport Corporation requests total expenditures of \$257.3 million for 13 individual general improvement projects at T.F. Green Airport. Funding in the five-year period consists of \$112.9 million from federal funds, \$33.4 million from airport revenue bonds, \$0.3 million from the Corporation's operating funds and \$14.8 million from passenger facility charges. Passenger facility charges are generated from a \$4.50 charge on all enplaned passengers, and can only be used for certain projects deemed eligible by the Federal Aviation Administration. The request is \$129.4 million more than the approved plan for this project, of which \$98.4 million is due to the Corporation's decision to combine projects previously shown separately under the T.F. Green Airport General Improvements project. These include noise mitigation and land acquisition projects, as well as environmental compliance projects. The remaining \$31.0 million of increases above the approved plan is primarily due to the inclusion of a new \$20.0 million project to make improvements to Taxiway C, a new \$4.1 million project for closed circuit television upgrades and several new smaller scale projects at the state airport.

*The Governor recommends funding as requested, and includes legislation contained in Article 4 of 2014-H 7133 which authorizes the Corporation to issue up to \$60.0 million of revenue bonds for various improvements at T.F. Green Airport, including the extension of the main runway. The projected annual debt service would be \$4.5 million and supported by Airport Corporation revenues.*

**Outlying Airports General Improvements.** The Corporation requests total project costs of \$33.0 million for 17 projects to make improvements at the Corporation's five general aviation airports, including \$25.0 million for the FY 2015 through FY 2019 period. Projects include upgrades to

hangars and terminals, easement acquisition, drainage improvement projects and the rehabilitation of runways. The request is \$9.6 million more than the approved plan due to the completion of smaller scale projects offset by the addition of larger scale projects, such as the development of a new hangar at Quonset Airport. *The Governor recommends funding as requested.*