



DATE: January 15, 2014
TO: Attached Distribution list
FROM: Spencer Cronk, Commissioner
SUBJECT: **2013 Capital Asset Preservation and Replacement Account (CAPRA)
Summary Report**

Pursuant to Minnesota Statutes 16A.632, Subdivision 4, attached is the Capital Asset Preservation and Replacement Account (CAPRA) Summary Report. This report is a list of projects funded by CAPRA appropriations during calendar year 2013.

Attachment

c: Governor Mark Dayton
Legislative Reference Library (2)

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CAPRA
(Capital Asset Preservation and Replacement Account)
SUMMARY REPORT
For Calendar Year 2013

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Cost to prepare this report: \$600

Reporting requirements

Minnesota Statutes 16A.632, subd. 4, states that the Commissioner of Administration shall submit:

- A list of the projects in each agency funded from the Capital Asset Preservation and Replacement Account (CAPRA) during the preceding calendar year; and
- A list of priority projects for which a CAPRA appropriation will be sought.

Funding summary

CAPRA funding provides rapid financial assistance to agencies for emergencies and unanticipated hazardous material abatement needs related to the State's capital assets. The program helps minimize the impact of facilities-related emergencies and unanticipated conditions on the delivery of services and programs by agencies.

Since CAPRA's creation in 1990, \$89.13 million has been appropriated for projects. Examples of CAPRA funded projects include: asbestos and lead abatement, emergency roof and pipe repair, fire damage repair, replacement of failed air conditioning and boiler and water heater units. Recent projects using CAPRA funds are shown in the attached Tables 1 and 2.

The Department of Administration received:

- \$1 million of CAPRA funding in FY12 (Laws 2012, Chapter 293, Section 13, Subd. 4)
- \$2.83 million in FY11 (Laws 2011, Chapter 12, Section 4, Subd. 2)
- \$2 million in FY10 (Laws of 2010, Chapter 189, Section 11, Subd. 2)
- \$3.4 million in FY08 (Laws of 2008, Chapter 365, Section 3, Subd. 3)

A total of \$2,126,032.22 was expended in calendar year 2013 (CY13), as follows:

- \$ 402,489.22 from FY10 CAPRA appropriation
- \$ 1,723,543.00 from FY11 CAPRA appropriation
- \$ 0 from FY12 CAPRA appropriation

All funds from the FY08 appropriation have been assigned to projects or expended. It was anticipated that FY10 and FY11 appropriations would pay for emergencies, unanticipated abatement of hazardous materials and small repair and maintenance projects during CY13. Funds expended in CY13 from FY08 and FY10 appropriations are noted in the attached Tables 1 and 2.

History of the account and future considerations

Historical appropriations for CAPRA since 2002 are:

- 2012: \$1 million
- 2011: \$2.83 million
- 2010: \$2 million
- 2008: \$3.4 million
- 2006: \$4 million
- 2005: \$3 million
- 2002: \$14 million

Prior to 2004, two sources of bonded funds were available to agencies for facility repair/maintenance: CAPRA, as requested by Admin, and Asset Preservation (AP), as requested by agencies individually. The similarities of the two programs led to uncertainty by both users and decision-makers about each fund's purpose and also duplicated management efforts. Because of this uncertainty, Admin in 2003 proposed a FY04 capital budget request for CAPRA dollars *only for emergencies and unanticipated hazardous materials abatement*. While this has increased the total dollar amount of agency AP capital budget requests, it has decreased the total dollar amount of CAPRA requests.

Although CAPRA funding was received in 2011 (odd-numbered year); Admin typically requests CAPRA funds during legislative bonding sessions (even-numbered years).

Priority projects for which funding will be sought

Because CAPRA funds address primarily emergency and unanticipated needs, it is impossible to identify/prioritize specific projects for which funding will be sought. In general, the priority for CAPRA spending is as follows:

1. Emergencies of all kinds
2. Hazardous material abatement
3. Non-recurring, small repair and maintenance projects ranging in cost from \$25,000 to \$350,000.

Admin's request for CAPRA funding in the upcoming 2014 legislative session will be in the amount of \$2 million.

State agencies served by the CAPRA program in recent years include Corrections, Human Services, Perpich Center for the Arts, Minnesota State Academies, and Veterans Affairs.

TABLE ONE**Projects funded in CY13 using the FY10 CAPRA appropriation (\$2 million appropriated)**

Agency	Location	Description	Allocation	Agency Total
Perpich Center for Arts Education				
25GV0012	Golden Valley	Repair parking broken drain tile	\$23,982.75	
25GV0013	Golden Valley	Replace OPS cable	\$450.00	
Total				\$24,432.75
Department of Corrections				
78RW0014	Red Wing	Abate mold in Grinnell LU	\$10,359.84	
78RW0015	Red Wing	Replace fire alarm computers	\$52,461.50	
78ML0038	Moose Lake	Repair emergency generator	\$65,000.00	
78FA0023	Faribault	Replace high pressure steam line	\$26,777.50	
78SW0023	Stillwater	Repair SE corner water main break	\$19,345.63	
78SH0016	Shakopee	Replace domestic hot water boiler	\$100,000.00	
78LL0017	Lino Lakes	G-bldg. abatement	\$4,402.20	
78FA0029	Faribault	Remove boiler stacks	\$23,519.80	
78RW0016	Red Wing	Replace barn roof	\$16,500.00	
Total				\$318,366.47
Department of Veterans Affairs				
75MP0010	Minneapolis	Bldg. 16 & Bldg. 17 abatement	\$59,690.00	
Total				\$ 59,690.00
Grand Total				\$402,489.22

TABLE TWO**Projects funded in CY13 using the FY11 CAPRA appropriation (\$2.83 million appropriated)**

Agency	Location	Description	Allocation	Agency Total
Department of Corrections				
78SH0018	Shakopee	Main boiler retube & supply line	\$180,000	
78OP0015	Oak Park Heights	Abate CX6 floor tile	\$63,500	
78SH0019	Shakopee	Replace hot water system	\$180,000	
78SW0021	Stillwater	High voltage west wall	\$300,000	
78ML0018	Moose Lake	Repair water damage on roof	\$40,000	
Total				\$763,500
Department of Veterans Affairs				
75MP0039	Minneapolis	Replace B-16 cooling coil	\$35,043	
75MP0042	Minneapolis	Replace B-10 transformer	\$25,000	
75MP0046	Minneapolis	Replace main sewer	\$650,000	
Total				\$710,043
Minnesota State Academies				
44DA0011	Deaf Academy	Replace Tate storeroom floor	\$75,000	
44DA0016	Deaf Academy	Rodman freight elevator	\$175,000	
Total				\$250,000
Grand Total				\$1,723,543