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)
CAPRA Summary Report Distribution:

Sen. Richard Cohen, Chair
Senate Finance Committee
Room 121 State Capitol

Sen. LeRoy A. Stumpf, Chair
Senate Capital Investment Committee
Room 122 State Capitol

Sen. Tony Lourey, Chair
Senate Health and Human Services Division
Room 120 State Capitol

Sen. Tom Saxhaug, Chair
Senate State Departments and Veterans Division
328 Capitol

Sen. David Tomassoni, Chair
Senate Environment, Economic Development and Agriculture Division
Room 317 State Capitol

Sen. Charles Wiger, Chair
Senate E12 Division
Room 205 State Capitol

Sen. Ron Latz, Chair
Senate Judiciary Division
Room 303 State Capitol

Sen. D. Scott Dibble, Chair
Transportation and Public Safety Division
Room 111 State Capitol

James Schowalter, Commissioner
Minnesota Management & Budget
4th Floor Centennial Building

Rep. Lyndon Carlson, Sr, Chair
House Ways and Means Committee
Room 479 State Office Building

Rep. Alice Hausman, Chair
House Capital Investment Committee
Room 453 State Office Building

Rep. Thomas Huntley, Chair
House Health and Human Services Finance Committee
Room 585 State Office Building

Rep. Paul Marquart, Chair
House Education Finance Committee
Room 597 State Office Building

Rep. Michael Paymar, Chair
House Public Safety Finance and Policy Committee
Room 563 State Office Building

Rep. Jean Wagenius, Chair
House Environment, Natural Resources and Agricultural Finance Committee
Room 449 State Office Building

Rep. Mary Murphy, Chair
House State Government Finance and Veterans Affairs Committee
Room 443 State Office Building

Rep. Debra Hilstrom, Chair
House Judiciary Finance and Policy
379 State Office Building
CAPRA
(Capital Asset Preservation and Replacement Account)
SUMMARY REPORT
For Calendar Year 2013

January 2014
This document can be made available in alternative formats, such as large print, Braille, or audio tape or disk upon request at TTY 1-800-627-3529 or by contacting:

Department of Administration  
Real Estate and Construction Services  
Voice 651.201.2550  
Fax 651.215.6245  

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)

<table>
<thead>
<tr>
<th>Agency</th>
<th>Location</th>
<th>Description</th>
<th>Allocation</th>
<th>Agency Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Perpich Center for Arts Education</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>25GV0012 Golden Valley</td>
<td></td>
<td>Repair parking broken drain tile</td>
<td>$23,982.75</td>
<td></td>
</tr>
<tr>
<td>25GV0013 Golden Valley</td>
<td></td>
<td>Replace OPS cable</td>
<td>$450.00</td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td>$24,432.75</td>
<td></td>
</tr>
<tr>
<td>Department of Corrections</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>78RW0014 Red Wing</td>
<td></td>
<td>Abate mold in Grinnell LU</td>
<td>$10,359.84</td>
<td></td>
</tr>
<tr>
<td>78RW0015 Red Wing</td>
<td></td>
<td>Replace fire alarm computers</td>
<td>$52,461.50</td>
<td></td>
</tr>
<tr>
<td>78ML0038 Moose Lake</td>
<td></td>
<td>Repair emergency generator</td>
<td>$65,000.00</td>
<td></td>
</tr>
<tr>
<td>78FA0023 Faribault</td>
<td></td>
<td>Replace high pressure steam line</td>
<td>$26,777.50</td>
<td></td>
</tr>
<tr>
<td>78SW0023 Stillwater</td>
<td></td>
<td>Repair SE corner water main break</td>
<td>$19,345.63</td>
<td></td>
</tr>
<tr>
<td>78SH0016 Shakopee</td>
<td></td>
<td>Replace domestic hot water boiler</td>
<td>$100,000.00</td>
<td></td>
</tr>
<tr>
<td>78LL0017 Lino Lakes</td>
<td></td>
<td>G-bldg. abatement</td>
<td>$4,402.20</td>
<td></td>
</tr>
<tr>
<td>78FA0029 Faribault</td>
<td></td>
<td>Remove boiler stacks</td>
<td>$23,519.80</td>
<td></td>
</tr>
<tr>
<td>78RW0016 Red Wing</td>
<td></td>
<td>Replace barn roof</td>
<td>$16,500.00</td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td>$318,366.47</td>
<td></td>
</tr>
<tr>
<td>Department of Veterans Affairs</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>75MP0010 Minneapolis</td>
<td></td>
<td>Bldg. 16 &amp; Bldg. 17 abatement</td>
<td>$59,690.00</td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td></td>
<td>$ 59,690.00</td>
<td></td>
</tr>
<tr>
<td>Grand Total</td>
<td></td>
<td></td>
<td>$402,489.22</td>
<td></td>
</tr>
</tbody>
</table>
### TABLE TWO
Projects funded in CY13 using the FY11 CAPRA appropriation ($2.83 million appropriated)

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