
Virginia's Six-Year Capital Improvement Program 2008-2014

Substitute for SB 795

February 12, 2008

SENATE FINANCE COMMITTEE

2008 Session Capital Program

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- The capital outlay program for the 2008 session has two major parts:
 - A six-year Capital Improvement Plan, and
 - Capital appropriations for the 2008-2010 biennium.

Six-Year Capital Improvement Plan

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- Long-range planning for future capital projects provides several important benefits:
 - Improved allocation of resources in a timely manner,
 - Improved prioritization of projects, and
 - Improved institutional planning for service delivery.

Six-Year Capital Improvement Plan

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- A Six-Year Capital Improvement Plan is required by § [2.2-1503.2](#) of the Code of Virginia :
 - Joint legislative initiative of the Senate Finance and House Appropriations Committees in 2002.
 - In its current form, the planning process lacks legislative branch input.
 - SB 795 (substitute) requires the six year plan to be set out in the Appropriation Act.

Six-Year Capital Improvement Plan

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- Criteria for project selection includes:
 - Previously planned, SCHEV priority, public safety, historic property, etc.
- Identifies a timeline for project funding requirements, based on agency input.
- Sets aside reserves for high priority programs (i.e. maintenance reserve, small projects, etc.).
- Expresses the intent of the General Assembly to fund the listed projects
 - Is NOT a commitment to fund.
 - Is subject to annual revision.

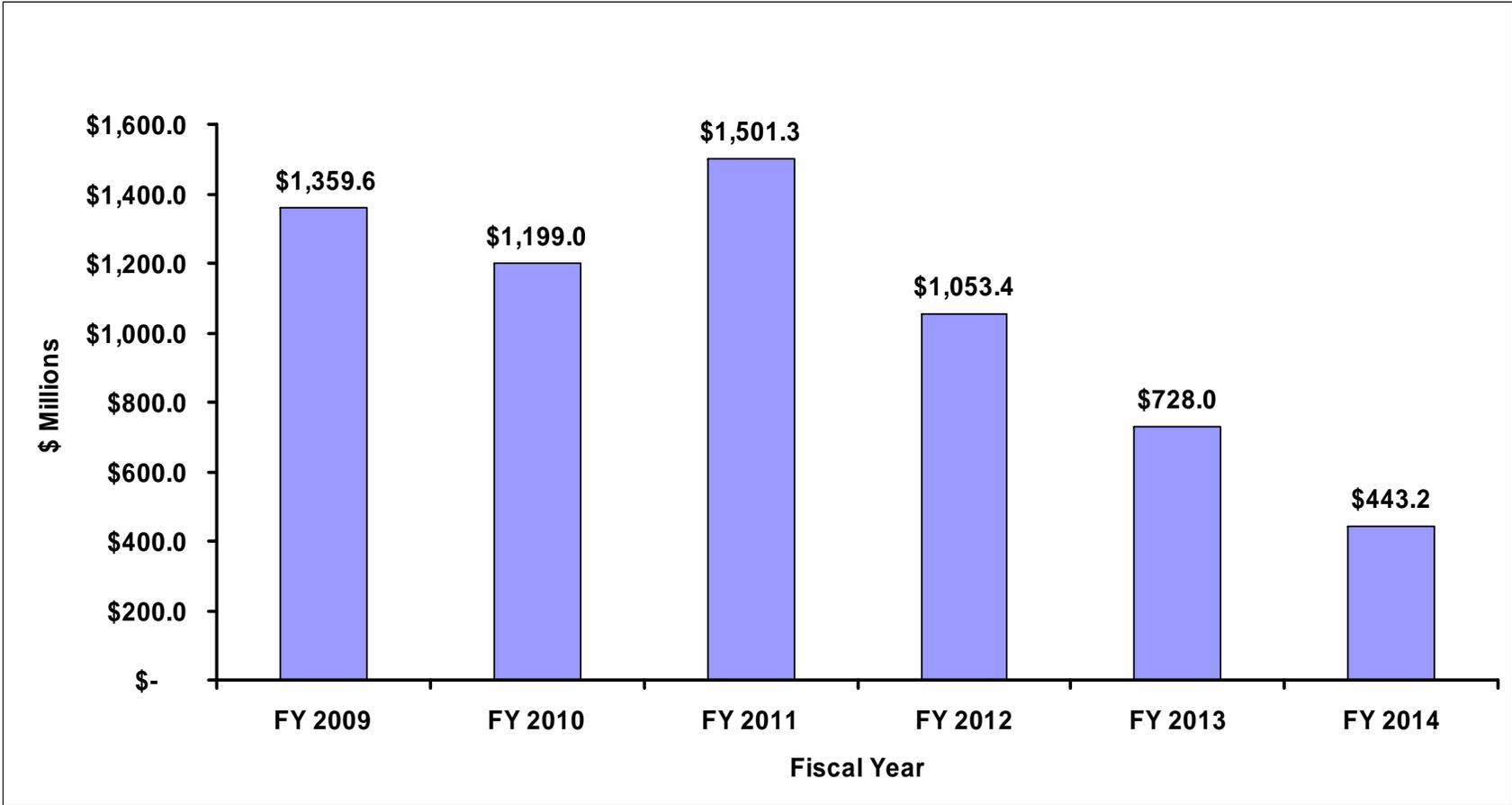
Six-Year Capital Improvement Plan

- Sample of an agency Six-Year Capital Improvement Plan:

Agency/Project	6-Year Total			General Fund Support					
	Total	NGF	GF	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013	FY 2014
HUMAN RESOURCES									
Dept. of Mental Health, Mental Retardation and Substance Abuse Services									
Roof Replacements - Various Sites	\$ 38.5	\$ 0.0	\$ 38.5	\$ 18.3		\$ 12.7		\$ 7.5	
Life Safety Code Renovations-Variou Sites	\$ 18.4	\$ 0.0	\$ 18.4	\$ 10.8		\$ 7.6			
WSH Replacement Phase 1	\$ 122.2	\$ 0.0	\$ 122.2	\$ 111.8		\$ 10.4			
Repair/Replace SEVTC	\$ 34.0	\$ 0.0	\$ 34.0	\$ 31.6		\$ 2.4			
SEVTC New Community Housing	\$ 23.6	\$ 0.0	\$ 23.6	\$ 1.6	\$ 20.6	\$ 1.4			
Repair/Replace CVTC	\$ 43.9	\$ 0.0	\$ 43.9	\$ 40.6		\$ 3.3			
CVTC New Community Housing	\$ 49.7	\$ 0.0	\$ 49.7	\$ 5.0	\$ 41.9	\$ 2.8			
Boilers, HVAC and Heating Systems Replacements	\$ 54.6	\$ 0.0	\$ 54.6	\$ 15.3		\$ 21.8		\$ 17.5	
Sexually Violent Predator Facility #2	\$ 122.6	\$ 0.0	\$ 122.6	\$ 2.6		\$ 71.0	\$ 4.0	\$ 42.0	\$ 3.0
ESH Phase 3 - Support Services	\$ 32.0	\$ 0.0	\$ 32.0		\$ 32.0				
CSH Forensic Unit Replacement	\$ 91.0	\$ 0.0	\$ 91.0	\$ 4.0		\$ 80.0		\$ 7.0	
NVTC Renovations and Replacement	\$ 228.0	\$ 0.0	\$ 228.0			\$ 28.0	\$ 198.2		\$ 1.8
SVMHI Renovation	\$ 11.6	\$ 0.0	\$ 11.6			\$ 1.6	\$ 10.0		
SWVMHI Treatment Mall	\$ 7.0	\$ 0.0	\$ 7.0			\$ 0.8	\$ 6.3		
NVMHI Administration and Parking Structure	\$ 23.0	\$ 0.0	\$ 23.0			\$ 3.0	\$ 20.0		
CSH Civil Unit Replacement	\$ 140.5	\$ 0.0	\$ 140.5					\$ 7.5	\$ 133.0
SVTC Client Services/Activity Center	\$ 44.5	\$ 0.0	\$ 44.5				\$ 3.3	\$ 37.7	\$ 3.5
Building Demolition-Variou Sites	\$ 5.6	\$ 0.0	\$ 5.6			\$ 2.6		\$ 3.0	
Total: Dept. of Mental Health	\$ 1,090.6	\$ 0.0	\$ 1,090.6	\$ 241.5	\$ 94.5	\$ 249.4	\$ 241.8	\$ 122.2	\$ 141.3

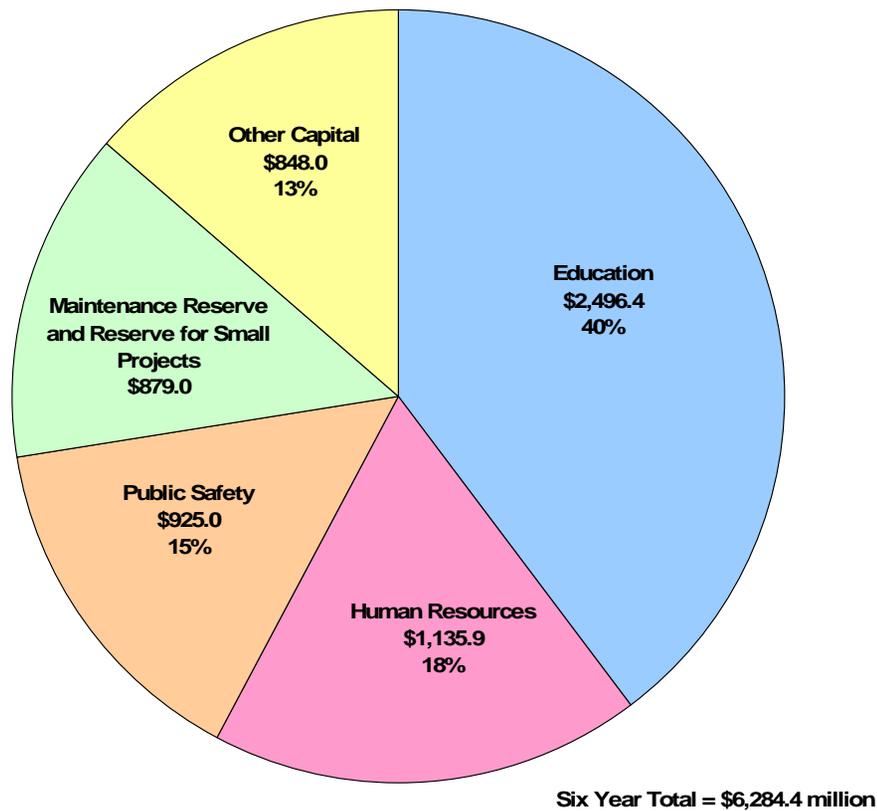
Six-Year Capital Improvement Plan

Projected Annual Funding Totals



Six-Year Capital Improvement Plan

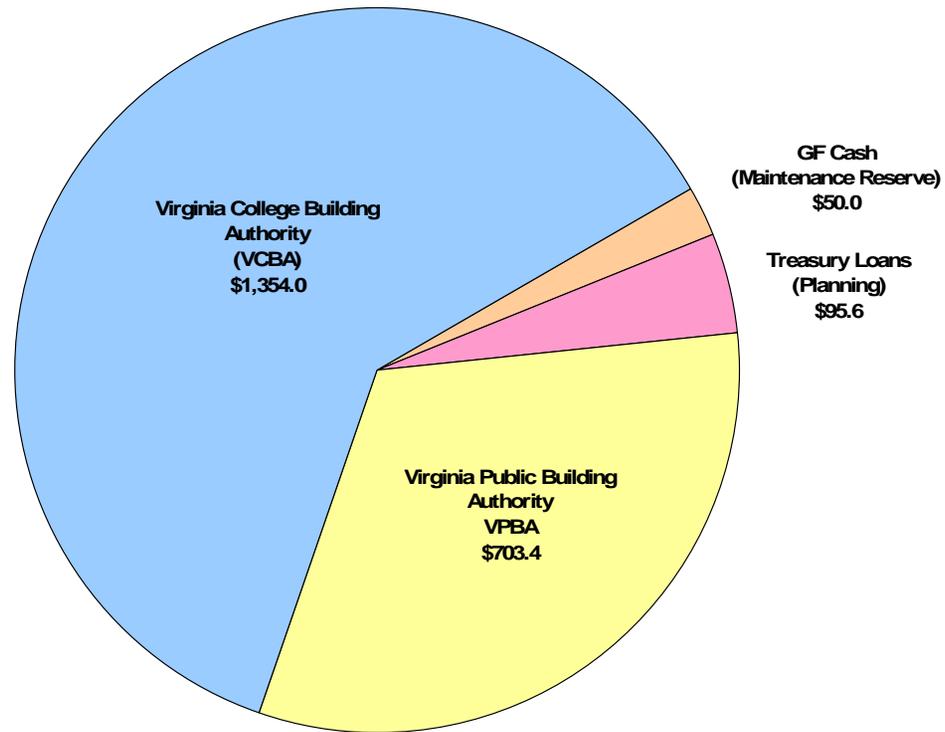
Projected Totals by Area



2008 Session Capital Projects

General Fund-Supported Projects by Source

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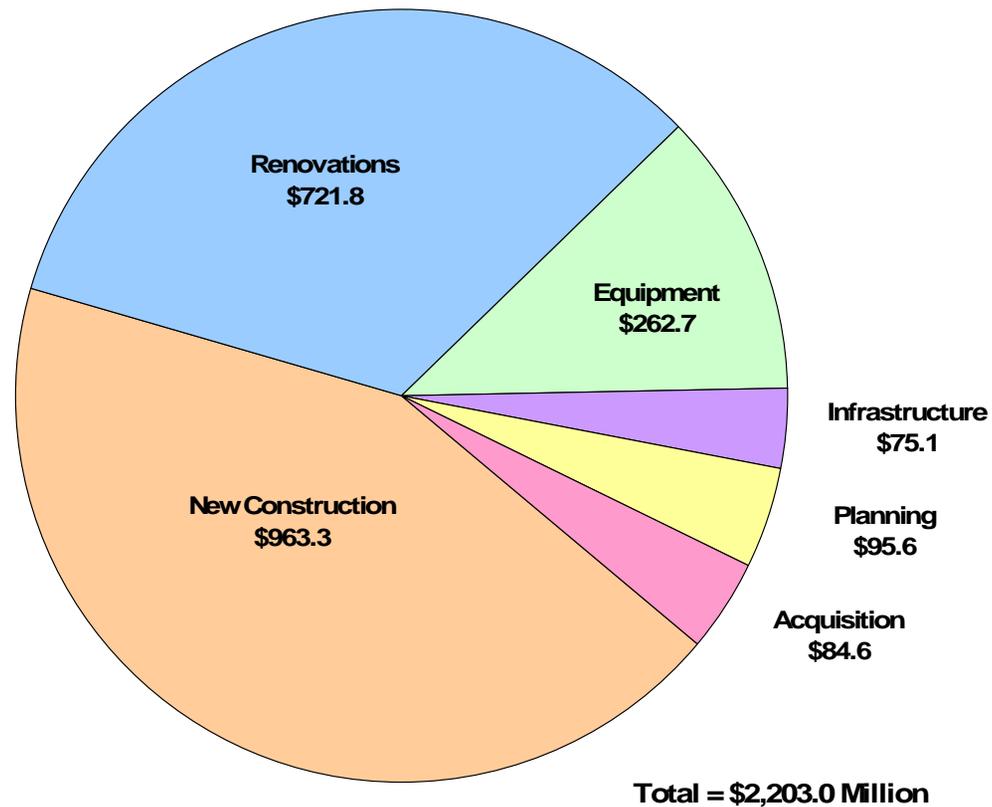


Total = \$2,203.0 million

2008 Session Capital Projects

General Fund-Supported Projects by Type

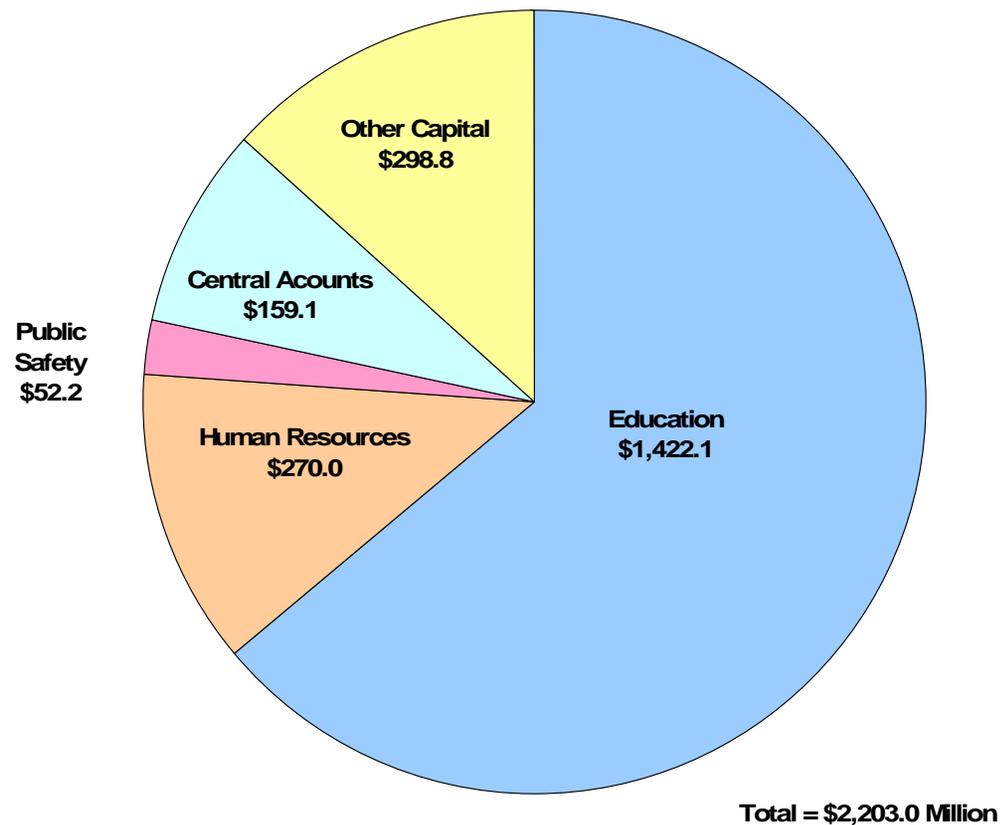
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2008 Session Capital Projects

General Fund-Supported Projects by Area

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Projects by Financing Type

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- **Virginia College Building Authority (VCBA)**
 - 59 projects
 - \$1,354.0 million
- **Virginia Public Building Authority (VPBA)**
 - 21 projects
 - \$703.4 million
- **Treasury Loans (Planning)**
 - 28 projects
 - \$95.6 million for planning
- **General Fund Cash**
 - Maintenance Reserve
 - \$50 million

Why a major capital program?

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- **Public Demand**

- Addresses enrollment pressures at public colleges and universities.
 - Higher education demand is expected to increase by over 40,000 students by 2013.
- Over 7.4 million people annually visit state parks.
- Over 6.8 million people annually visit museums, historic sites, and art galleries.
- Virginia's population growth rate is projected to outpace the nation's rate through the foreseeable future.

Why a major capital program?

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- **Research and Economic Development**
 - Advances in research and economic development create jobs and increase the quality of life for the Commonwealth's citizens.
 - Growth in research funds drives the need for additional space.
 - Research brings private industry partners.
 - Collaboration between universities, business and world-class scientists.
 - Rolls Royce and other collaborations.
 - Changing workforce drives need for training facilities.
 - Includes projects at the community colleges.
- **Virginia is the number one state for business.**
 - Investments in research, higher education, and our workforce will continue to make Virginia an attractive place for businesses and their employees.

Why a major capital program?

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- **Medical Education**

- Due to the aging of the baby boomers and the demographics of existing physicians, there is a looming physician shortage.
- In Virginia there will be a shortage of 1,500 physicians by 2020.
- Taking action now to expand existing programs and start a new program will help produce more physicians to alleviate this shortage.
- Provides funding for capital projects at two existing medical schools and one new medical school for a multi-regional approach.
 - Eastern Virginia Medical School - \$59 million
 - Virginia Commonwealth University - \$70 million
 - Carilion Clinic/Virginia Tech Partnership - \$59 million
- There is also a predicted shortage in nurses.
 - Provides funding for a new Nursing Classroom Building at Norfolk State University.