

CAPITAL CONSTRUCTION - SUMMARY OF KEY RECOMMENDATIONS

CAPITAL PROJECTS

The Legislative Assembly provided funding of \$1,170,803,309 for capital projects. As reflected in the following schedules, the total includes:

- \$450,046,784 for major capital projects.
- \$51,150,533 for extraordinary repairs, including deferred maintenance.
- \$650,205,663 for other projects (including \$2,026,921 in bond payments and \$548,627,256 in other capital payments for the Department of Transportation and \$16,866,625 in bond payments and \$75,748,072 in other capital payments for the State Water Commission).
- \$19,400,329 for bond payments.

The funding sources for these items are:

	General Fund	Special Funds
Major capital projects	\$145,004,310	\$305,042,474
Extraordinary repairs	40,246,007 ¹	10,904,526 ¹
Bond payments	18,301,696	1,098,633
Other projects	311,043	649,894,620
Total	\$203,863,056	\$966,940,253

¹Of the total extraordinary repairs funding of \$51,150,533, \$22,530,825 is for deferred maintenance.

LEASE PAYMENTS

The executive recommendation included a total of \$18,301,696 from the general fund for 2009-11 biennium lease payments for repayment of notes issued to finance capital projects. Funding is included in the budgets for the North Dakota University System, Department of Human Services, Department of Corrections and Rehabilitation, Adjutant General, State Department of Health, Office of Management and Budget, Attorney General, State Historical Society, Parks and Recreation Department, North Central Research Center, Central Grasslands Research Center, and Main Research Center.

North Dakota Century Code Section 54-17.2-23 limits the amount of lease payments paid from the general fund for a biennium to 10 percent of an equivalent one-cent sales tax. This maximum for the 2009-11 biennium is estimated to be \$26,043,960 based on projected sales, use, and motor vehicle excise tax collections included in the February 2009 legislative revenue forecast.

The Legislative Assembly did not approve any capital projects funded through bonded indebtedness that affect the bonding limit.

Please see the schedule on **Capital Construction Schedule of Lease Payments and Outstanding Principal Balances** for additional information.