

# CAPITAL CONSTRUCTION - SUMMARY OF KEY RECOMMENDATIONS

## CAPITAL PROJECTS

The executive recommendation includes a total of \$1,099,289,746 for capital projects. As reflected in the following schedules, the total includes:

- \$381,314,053 for major capital projects.
- \$48,369,701 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	\$127,803,817	\$253,510,236
Extraordinary repairs	39,946,988 <sup>1</sup>	8,422,713 <sup>1</sup>
Bond payments	18,301,696	1,098,633
Other projects	311,043	649,894,620
<b>Total</b>	<b>\$186,363,544</b>	<b>\$912,926,202</b>

<sup>1</sup>The executive budget identifies that \$23,183,506 of the total extraordinary repair funding of \$48,369,701 is for deferred maintenance.

## LEASE PAYMENTS

The executive recommendation includes 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 \$28,034,880 based on projected sales, use, and motor vehicle excise tax collections included in the 2009-11 executive budget.

The executive budget recommendation does not include 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.