

#### REQUEST TO EMERGENCY COMMISSION

SECRETARY OF STATE

(See SFN 02580)

Received: 05/30/2024

**Request #: 2132** 

Requestor Information

Department name: OMB Department number: 110

Name of contact person: Susan Sisk Telephone number: (701) 328-4606

Purpose of Request

Is this request related to a state emergency? No Purpose of request: Intra-agency line item transfer

From Line Item	To Line Item	Amount
11051 Capital Carryover	11030 Operating	\$468,770

#### **Background Information**

Was any portion of the request presented during the previous legislative session? Yes

Provide explanation:

Funds in the amount of \$451,000 were requested in the 2023-25 executive budget to tear down the State Office Building. The request was approved by the Senate but removed by the House Approps Subcommittee. The full legislative assembly did not vote on these funds.

Is the request for a new program? No

Does the request require an FTE increase? No

Does the request conform with legislative intent? Yes

Provide explanation:

The request was approved by the Senate but removed by the House Approps Subcommittee.

#### Other Information

Statutory provisions that relate to this request:

54-16-04.2 States that the Emergency Commission may authorize a state officer to receive and expend moneys from other sources for new or existing programs if the legislative assembly has not indicated an intent to reject the moneys of the program. The full legislative assembly has not voted on the removal of the State Office Building.

Provide an explanation as to how the request supports state priorities, improves state efficiencies, and promotes effective state government:

The State Office Building was built in 1955 and has had issues related to water infiltration and mold. The Capitol Grounds Planning Commission (CGPC) adopted the 2000 Capitol Master Plan which said that the State Office Building had reached the end of its useful life and was recommended for removal by 2020. The building has been vacant since 2022 and is overrun with mold. The CGPC is coming forward with this ask now, as there would be approximately \$250,000 in savings to the state by using the dirt from the state lab to fill the hole left by the demolition of the State Office Building.

Provide any other relevant information:

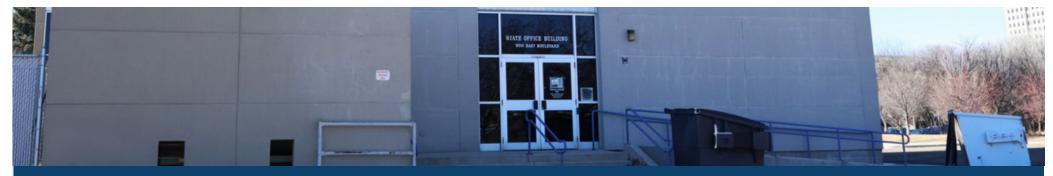
The estimated cost for removal of the building is now \$750,000. OMB would use the \$468,770 in carryover funds before using the \$250,000 appropriation for the CGPC. The additional funds would need to come from OMB's budget if necessary, after receiving the engineered cost to demolish the building. Any savings after receiving the engineered cost would be used to make progress on the purchase and installation of signs.

Signature



I, the undersigned, have read this Request, know the contents, and believe the	e statements contained within to be true.
Susan Sisk	05/29/2024
Sign Here	Date

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# STATE OFFICE BUILDING

### TIMELINE OF EVENTS

Since the 1990s, water infiltration through basement floor and walls of the State Office Building (SOB) was identified due to underground stream running directly under the building. In 2000, the Capitol Grounds Planning Commission (CGPC) approved the 2000 Capitol Grounds Master Plan. This plan included a recommendation to demolish and remove the SOB. A recent SOB timeline of events is below.

#### JUIY

Water infiltration issues through windows identified on north side of the SOB

## **SEPTEMBER**

EAPC provides cost estimates for demo vs renovation

## DECEMBER

OMB request of \$451,000 to demolish included in the 2023-25 executive budget

#### **MARCH**

House approps subcommittee does SOB walk through

House provided with cost estimates for demolish vs renovation

2023

## 2022

Mold discovered on the north side of the building

**AUGUST** 

Arrow Cleaning removes mold on the north side

Arrow Cleanina identifies mold on all four sides and each floor of the SOB

#### **OCTOBER**

relocates

Current SOB occupant, Department of Water Resources,

### **FEBRUARY**

Senate approves \$451,000 in OMB appropriations bill to demolish SOB

#### **APRIL**

House Approps Committee removes the \$451,000 for demolishing from the OMB bill

Conference committee did not include cost to demolish or renovate. OMB bill passes with no appropriation for action on SOB

## APRIL

New cost estimate to demolish has risen to \$750,000

2024

Cost estimate received to reclaim the State Lab site dirt for SOB site if demolished -\$250,000

CGPC unanimously approves using \$500,000 from sign project to demolish SOB

# STATE OFFICE BUILDING

#### HISTORY

The State Office Building was constructed in the southeast corner of the Capitol grounds in 1955 to accommodate Bismarck Junior College. As stated in the 2000 Capitol Master Plan, "it may simply have been an expedient and economical consideration. The unfortunate location resulted in a building that bears little relationship to the Capitol Complex and detracts from the natural beauty and sense of arrival that could otherwise have grace that important corner."

Bismarck Junior College relocated, and the department of transportation occupied the building until 1967. Many divisions within state agencies have occupied the building over the years. All have requested to be relocated due to water infiltration issues and the smells of mold.

In 1991, \$1,059,000 was allocated from the Capitol Building Fund to remodel the entire building to resolve the issues of water infiltration through the basement floor, walls throughout the building and roof.

The architectural characteristics of the building do not conform with the other buildings on the Capitol grounds and as quoted in the 2000 Capitol Master Plan, "the State Office Building is a much less dignified, adaptively reused building in the far southeast corner of the Complex. This building is reaching the end of its useful life and is recommended for removal by 2020."

#### MASTER PLAN

#### **Existing Buildings**

- 1 Legislative Wing
- 2 Capitol Tower
- 3 Judicial Wing
- 4 DOT Building
- 5 Liberty Memorial Library
- 6 Heritage Center
- 7 Governor's Residence

### **Proposed Buildings**

- 8 Maintenance / Motor Pool
- 9 Proposed Building
- 10 Heritage Center Expansion
- 11 Historic Gardens / Pavilion

#### Site Features/Amenities

- 12 Capitol Mall
- 13 Capitol Plaza
- 14 Legislative Mall
- 15 Amphitheater
- 16 Myron Atkinson Park
- 17 Judicial Grove

#### CURRENT COST ESTIMATES



Due to the mold, continual water issues, and the 2020 Capitol Master Plan, this option is recommended promptly, with unanimous approval by the CGPC.\*

If demolition begins by fall 2024, \$250,000+ will be saved by repurposing the State Lab dirt.

\*Funds originally approved by the CGPC cannot be used. Rather, a request would be made to the Emergency Commission and Budget Section to use OMB contingency funds.



At more than 10 times the cost of demolition, and with continual water issues, this option is not recommended.

