

Description of Legislation

1. Summary of Legislation

The bill amends G.S. 143-341 and G.S. 120-32 to place control of the New Education Building and grounds on the northwest corner of Wilmington and Lane Streets in Raleigh under the Legislative Services Commission (LSC) instead of the Department of Administration.

This change of control vests the LSC with the authority to determine policy governing use of the building, including the allocation of space, and the responsibility for the maintenance, security, control and care of the building and grounds.

Amends G.S. 143-340(17) to authorize the Department of Administration to provide such maintenance services as are delegated to it by the LSC.

- 2. Effective Date Upon ratification
- 3. Fund or Tax Affected General Fund
- 4. Principal Department/Program Affected General Assembly

Cost or Revenue Impact on State

| | <u>FY</u> 91-92 | <u>FY</u> 92-93 | <u>FY</u> |
|---------------------------------|--------------------|--------------------|-----------|
| 1. Non-Recurring Costs/Revenues | \$1,250,000 | -0- | |
| 2. Recurring Costs/Revenues | 17,075 | 17,075 | |
| 3. Fiscal/Revenue Assumptions | | | |

A. The estimated cost is based on the following:

- (1) The LSC allocates 108,600 net square feet of space in the New Education Building to the General Assembly.
- (2) The LSC relinquishes control of the LOB and vacates the 70,292 square feet of space it occupies and the operating cost and maintenance and security personnel are utilized in the New Education Building.
- (3) The \$1.6 million balance of the capital construction fund of the New Education Building is applied towards the \$2,150,000 estimated tenant upfit cost. Tenant upfit is required regardless of who occupies the space and the cost may vary depending on the tenants requirements.

B. The Recurring and Non-Recurring estimated costs are:

Recurring

Insurance-increased cost of extended coverage, vandalism \$ 6,750

| | |
|--------------------|---------------|
| Utilities increase | <u>10,325</u> |
| Total Recurring | \$17,075 |

No additional staff will be required to provide maintenance and security for the new building according to the Legislature's Buildings Superintendent, Mr. Mike Minshew.

Non-Recurring

| | |
|---|-------------------|
| Programming and Design Fees | \$150,000 |
| Tenant Upfit | |
| Est. Cost | \$2,150,000 |
| C.I. fund balance | <u>-1,600,000</u> |
| | \$550,000 |
| Computer Operations | |
| Pull cables and relocate equipment | 500,000 |
| Relocate Print shop and move other office furniture and equipment | <u>50,000</u> |
| Total Non-Recurring | \$1,250,000 |

Cost/Revenue Impact on County or Local Government

| | <u>FY</u> 91-92 | <u>FY</u> 92-93 | <u>FY</u> |
|---------------------------------|--------------------|--------------------|-----------|
| 1. Non-Recurring Costs/Revenues | | | |
| 2. Recurring Costs/Revenues | | | |
| 3. Fiscal/Revenue Assumptions | | | |

Sources of Data for Fiscal Note

Office of State Construction; Legislative Administrative Officer

Technical Considerations/Comments

To enable the LSC to obtain the unexpended funds for tenant upfit of space in the New Education Building, it will be necessary to insert language in the bill to transfer \$1.6 million from Capital Fund Code 48601 of the Department of Administration to Capital Fund Code 48011 of the General Assembly.

To remove the LOB from the control and responsibility of the Legislative Services Commission and place it with the Department of Administration, it will be necessary to amend the bill as follows:

- (1) Page 3, lines 42 and 43, by deleting the words ", to the Legislative Office Building and grounds. grounds,"

(2) Page 4, line 42, by deleting the words ",the Legislative Office Building,"

(3) Page 5, line 11, by deleting the words "the Legislative Office Building,"

(4) Page 6, lines 14-17 by rewriting those lines to read" the State office building located at the northeast corner of Lane and Salisbury Streets and the area between the outer walls of that building and the near curblineline of these sections of Lane and Salisbury Streets that border the land on which the building is located the State office

(5) Page 6, line 26 by deleting the words ",the Legislative Office Building,"

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