At its December 14, 2016 meeting, the Joint Committee on Capital Review considered the following issues:

**Arizona Department of Administration** – Review of 1740 West Adams Renovation Plan – The Committee gave a favorable review of the $3.7 million expenditure plan and the tenant relocation plan that will relocate 27 state agencies from private office space and other state-owned office space. This item was previously held at the September 2016 meeting. The Committee added a provision requiring ADOA to report to the JLBC Staff on the agency space allocations and project timeline by February 28, 2017. Another provision was added to specify that this favorable review does not constitute an endorsement of addition funding to reconfigure 1740 W. Adams if the health boards are consolidated.

Community Colleges – Pinal County District – Review of Student Union and Science Building – The Committee gave an unfavorable review of the District’s $30.2 million bond project. The project is for the construction of a new Science Building and a new Student Union Building. It would be financed with a $30.6 revenue bond issuance, which includes $30.2 million for construction and $350,000 for issuance costs.

**Department of Emergency and Military Affairs** – Review of Proposed Flagstaff Military Installation Fund Grant – The Committee gave a favorable review of DEMA’s plan to expend $250,000 from the Military Installation Fund for a grant to the City of Flagstaff in order to fund a light mitigation system for the City’s Public Works Core Services Facility, which is located approximately 2.5 miles from the U.S. Naval Observatory – Flagstaff Station.


**Arizona Department of Transportation** – Review of Vehicle Wash Systems Project – The Committee gave a favorable review of the department’s $2.5 million expenditure plan for 6 new vehicle wash system buildings. The cost projections are consistent with the low bid and are within the proposed budget of the project. The Committee added a provision requiring ADOT to report any project reallocations above $100,000. Another provision was added requiring ADOT to submit to JLBC Staff by March 1, 2017 a cost-benefit analysis of building and operating the 10 additional vehicle wash systems authorized by the department’s FY 2017 capital appropriation.

**Arizona State Parks Board** – Review of City of Cottonwood Easement Agreement – The Committee gave a favorable review of ASP’s proposed easement agreement with the City of Cottonwood at Dead Horse Ranch State Park. ASP will provide to the city a no cost easement to one of ASP’s sewer lift stations in exchange for the city assuming ownership of the lift station and providing for all of its future operating and maintenance costs.

**Arizona State University** – Review of Armstrong Hall/Ross-Blakley Library Renovation Project Financing – The Committee gave a favorable review of $26.0 million in system revenue bond issuances to fund renovations of the Armstrong Hall and Ross-Blakley Library buildings on the Tempe campus. The debt service payments will be funded by tuition revenues. The Committee added standard university financing provisions.

**Arizona State University** – Review of Student Housing Indirect Financing Project – The Committee gave a favorable review of a 5-acre ground lease for the approximately $72.0 million development of student housing associated with fraternities and sororities at its Tempe Campus. The proposed residences, known as the “Greek Leadership Village,” will provide approximately 950 beds among 27 newly-constructed townhouses. The Committee added standard university financing provisions.

**University of Arizona** – Review of FY 2017 Capital Improvement Plan for One-time Appropriation – The Committee gave a favorable review of UA’s $8.0 million expenditure plan for the renovation of and capital equipment for a facility to be used by the proposed veterinary school. The Committee added a provision requiring UA to report to the Committee if results of the current accreditation appeals process affect the planned expenditures for renovation and capital improvement. The Committee also added a standard university provision.