



ASSET PRESERVATION SUMMARY REPORT

Department of Administration

January 2012

This information will be made available in alternate format,
for example, large print, Braille, or cassette tape, upon request
at TTY 651.297.1545 or by contacting

Department of Administration
Real Estate and Construction Services
Voice 651.201.2399
Fax 651.296.7650

Cost to prepare this report: \$600

REPORTING REQUIREMENTS

Minnesota Statutes 16B. 307, subd. 2 (see Appendix 1), states that the commissioner of an agency that has received an appropriation for asset preservation (AP) shall submit:

- A list of the projects in each agency that were funded from Asset Preservation appropriations during the preceding calendar year.
- A list of priority projects for which an AP appropriation will be sought during this year's legislative session.

FUNDING SUMMARY

The Department of Administration received the following AP funding for the preservation of Capitol Complex buildings and infrastructure:

- \$2.5 million in Fiscal Year (FY) 2005
- \$5 million in FY06
- \$0.00 in FY08
- \$8.075 million in FY10
- \$8.15 million in FY11

The Department of Administration also manages AP fund appropriations on behalf of other state agencies. The following is a summary of AP funds appropriated in fiscal years 2008, 2009, 2010 and 2011 that have been expended on projects in calendar year 2011. The tables that follow list specific projects that received funding.

FY2008	Department of Corrections	\$752,213.46
	Minnesota State Academies	\$136,386.30
	Minnesota Veterans Homes*	\$237,793.04
	Department of Human Services	\$129,685.21
FY2009	-----	\$0.00
FY2010	Department of Administration	\$500,000.00
	Department of Corrections	\$787,284.41
	Department of Human Services	\$1,980,000.00
	Minnesota State Academies	\$1,359,743.00
	Minnesota Veterans Homes*	\$1,198,665.00
FY2011	Department of Administration	\$10,000.00
	Minnesota State Academies	\$255,000.00
	Department of Human Services	\$440,700.00
	Department of Veterans Affairs	\$720,000.00
	Department of Corrections	\$4,006,450.00

*Department of Veterans Affairs

ASSET PRESERVATION (AP) FUNDING REQUESTS & PRIORITY PROJECTS

All State agencies have submitted their 2012 AP appropriation requests to the Governor. The Governor will review and submit final requests to the legislature at the beginning of the 2012 session.

All final appropriation requests from agencies are posted on Minnesota Management and Budget's website at: <http://www.mmb.state.mn.us/narratives-final-cap12>

TABLE ONE
Projects funded in CY11 with FY08 appropriations

	Location	Description	Allocation	Agency Total
Department of Corrections				
78899SCP	St. Cloud	replace north and south security corridor roofs	260,000.00	
78897SCP	St. Cloud	replace fin tube heating systems in LU A&B	276,000.00	
78912FAP	Faribault	emergency repair of tunnel ceiling	4,743.46	
78886MLP	Moose Lake	sewer & water revisions	25,470.00	
78815MLP	Moose Lake	install flow meter	186,000.00	
	Total			\$752,213.46
Minnesota State Academies				
44116FAP	Faribault	upgrade security systems	25,000.00	
44FA0008	Faribault	sidewalk replacement & demo driveway	110,086.90	
44DA0010	Deaf Academy	Abate Mott Hall	1,299.40	
	Total			\$136,386.30
Minnesota Veterans Homes				
75084HAP	Hastings	upgrade fire sprinklers	78,345.04	
75085MPP	Minneapolis	repair parking lot and fencing	138,448.00	
76237MPL	Minneapolis	Emergency Electrical distribution	1,000.00	
75090MPP	Minneapolis	inspect bridges	20,000.00	
	Total			\$237,793.04
Department of Human Resources				
55425SRP	SPRTC	abate pipe chases in Green Acres	6,390.00	
55427SRP	SPRTC	Johnson Hall steam/condensate pipe abatement	4,122.50	
55362BLP	Bloomington Apts	update and refinish building	60,000.00	
55428SRP	SPRTC	asb abate green acres CPS program	17,800.71	
55429SRP	SPRTC	install fire sprinklers in Shantz	10,957.00	
55430SRP	SPRTC	laundry room #101 abatement	1,000.00	
55SR0013	SPRTC	test Admin 321 & 322 Air Qual	4,615.00	
55SR0020	SPRTC	Asb abate Shantz Hall Ph1	24,800.00	
	Total			\$129,685.21
	Grand Total			\$1,256,078.01

TABLE TWO
Projects funded in CY11 with FY10 appropriations

	Location	Description	Allocation	Agency Total
Administration				
02620CPX	Capitol Complex	design University Ave tunnel	250,000.00	
02731CPL	Capitol Complex	tunnels code and security review	175,000.00	
02577GRP	Governor's Residence	assess facility condition	75,000.00	
	Total			\$500,000.00
Department of Corrections				
78910MLP	Moose Lake	replace kitchen cooler condensers	123,375.00	
78841SCP	St. Cloud	replace food service laundry roof	18,000.00	
78928MLC	Moose Lake	repair water tower leak emergency	25,000.00	
78921SCP	St. Cloud	upgrade Security Electronics	250,000.00	
78905SCP	St Cloud	upgrade Admin Elevator	30,000.00	
78SW0007	Stillwater	replace boiler burners	307,909.41	
78902MLP	Moose Lake	upgrade Well #1 & Chemical feed	33,000.00	
	Total			\$787,284.41
Minnesota State Academies				
44119DAP	Deaf Academy	replace Pollard & Smith Windows	354,743.00	
44120DAP	Deaf Academy	remodel Pollard Hall Restrooms	100,000.00	
44DA0009	Deaf Academy	correct Ravines Erosion	80,000.00	
44FA0013	Faribault	Remodel Power Plant	150,000.00	
44FA0012	Faribault	abate steam pipe insulation	5,000.00	
44DA0013	Deaf Academy	improve time out room air quality	25,000.00	
44DA0008	Deaf Academy	upgrade Bldg Automation Phase 2	550,000.00	
44DA0007	Deaf Academy	resurface pool & spa	75,000.00	
44BA0010	Blind Academy	design roofs on Frechette, Lauritsen, Lysen	20,000.00	
	Total			\$1,359,743.00
Minnesota Veterans Homes				
75074MPP	Minneapolis	replace bldg 6 rooftop hvac insulation	135,000.00	
75075MPP	Minneapolis	design bldg 6 DDC controls over pneumatic	60,000.00	
75076MPP	Minneapolis	Study campuswide tuckpointing	19,750.00	
75077MPP	Minneapolis	install bldg 6 dining room hallway windows	150,000.00	
75078SBP	Silver Bay	install smoke detectors in resident rooms	21,425.00	
75079SBP	Silver Bay	install air/temp monitoring controls	55,000.00	
75081HAP	Hastings	replace fire alarm & PA systems	652,490.00	

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TABLE TWO continued
Projects funded in CY11 with FY10 appropriations

	Location	Description	Allocation	Agency Total
75087HAP	Hastings	upgrade campus elevators for code compliance	25,000.00	
75088LNP	Luverne	upgrade DDC Program	60,000.00	75088LNP
75HA0014	Hastings	repair DA tank	20,000.00	
	Total			\$1,198,665.00
Department of Human Resources				
55VA0002	Anoka, Brainerd, Cambridge	upgrade elevators to code compliance	891,000.00	
55SR0017	St. Peter	upgrade elevators to code compliance	1,089,000.00	
	Total			\$1,980,000.00
	Grand Total			\$5,825,692.41

TABLE THREE
Projects funded in CY11 with FY11 appropriations

	Location	Description	Allocation	Agency Total
Administration				
02CB0021	Administration	Asb Abate AG Restrooms Pipes	10,000.00	
	Total			\$10,000.00
Department of Corrections				
78LL0012	Lino Lakes	renovate K3 b-wing bathrooms	200,000.00	
78ML0015	Moose Lake	repair boiler refractory area	27,500.00	
78ML0016	Moose Lake	replace Unit 10 elevator piston	95,000.00	
78ML0017	Moose Lake	upgrade water softeners	150,000.00	
78ML0018	Moose Lake	replace kitchen walk-in freezer	576,425.00	
78ML0019	Moose Lake	replace salt storage tank	285,000.00	
78ML0020	Moose Lake	repair unit showers	100,000.00	
78ML0021	Moose Lake	replace Central Dining roof	292,525.00	
78ML0023	Moose Lake	upgrade water tower and controls	650,000.00	
78RW0008	Red Wing	replace walk-in coolers	200,000.00	
78SC0014	St. Cloud	upgrade electrical loop systems	780,000.00	
78SC0015	St. Cloud	replace Admin bldg air handling	650,000.00	
	Total			\$4,006,450.00
Minnesota State Academies				
44BA0009	Blind Academy	replace water softener	10,000.00	
44FA0010	Faribault	repair Frechette & Rodman hall steam lines	15,000.00	
44FA0011	Faribault	install domestic water line valves	5,000.00	
44FA0009	Faribault	upgrade security system ph 2	225,000.00	
	Total			\$255,000.00
Minnesota Veterans Homes				
75HA0015	Hastings	replace sewer line	720,000.00	
	Total			\$720,000.00
Department of Human Resources				
55SR0018	St. Peter	inspect campus roofs	24,000.00	
55CA0003	Cambridge	Inspect campus roofs	8,700.00	
55SR0019	St. Peter	repair and replace pavement	408,000.00	
	Total			\$440,700.00
Grand Total				\$5,432,150.00

APPENDIX 1

16B.307 ASSET PRESERVATION APPROPRIATIONS

Subdivision 1.**Standards.** Article XI, section 5, clause (a), of the Constitution requires that state general obligation bonds be issued to finance only the acquisition or betterment of public land, buildings, and other public improvements of a capital nature. Money appropriated for asset preservation, whether from state bond proceeds or from other revenue, is subject to the following additional limitations:

(a) An appropriation for asset preservation may not be used to acquire new land nor to acquire or construct new buildings, additions to buildings, or major new improvements.

(b) An appropriation for asset preservation may be used only for a capital expenditure on a capital asset previously owned by the state, within the meaning of generally accepted accounting principles as applied to public expenditures. The commissioner of administration will consult with the commissioner of management and budget to the extent necessary to ensure this and will furnish the commissioner of management and budget a list of projects to be financed from the account in order of their priority. The legislature assumes that many projects for preservation and replacement of portions of existing capital assets will constitute betterments and capital improvements within the meaning of the Constitution and capital expenditures under generally accepted accounting principles, and will be financed more efficiently and economically under this section than by direct appropriations for specific projects.

(c) Categories of projects considered likely to be most needed and appropriate for asset preservation appropriations are the following:

(1) projects to remove life safety hazards, like building code violations or structural defects. Notwithstanding paragraph (a), a project in this category may include an addition to an existing building if it is a required component of the hazard removal project;

(2) projects to eliminate or contain hazardous substances like asbestos or lead paint;

(3) major projects to replace or repair roofs, windows, tuckpointing, mechanical or electrical systems, utility infrastructure, tunnels, site renovations necessary to support building use, and structural components necessary to preserve the exterior and interior of existing buildings; and

(4) projects to renovate parking structures.

(d) Up to ten percent of an appropriation subject to this section may be used for design costs for projects eligible to be funded under this section in anticipation of future asset preservation appropriations.

Subd. 2.**Report.** By January 15 of each year, the commissioner of an agency that has received an appropriation for asset preservation shall submit to the commissioner of management and budget, the chairs of the legislative committees or divisions that currently oversee the appropriations to the agency, and to the chairs of the senate and house of representatives Capital Investment Committees, a list of the projects that have been funded with money under this program during the preceding calendar year, as well as a list of those priority asset preservation projects for which state bond proceeds fund appropriations will be sought during that year's legislative session.

History: [2006 c 258 s 30](#); [2009 c 101 art 2 s 109](#)