



MICHIGAN
HOUSE OF REPRESENTATIVES
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MINUTES OF THE JOINT CAPITAL OUTLAY SUBCOMMITTEE

Wednesday, February 25, 2015

4:00 p.m.

Room 352, State Capitol

The Joint Capital Outlay Subcommittee was called to order by the Chair, Representative Nancy Jenkins.

Members present: Representatives Jenkins, Pscholka, Bumstead, Potvin, and Zemke.

Senators Booher, Nofs, Schuitmaker, Hansen, MacGregor, Gregory, and Hertel.

Members absent/excused: Representatives Aaron Miller and Dillon.

Senator Booher moved to approve the minutes of January 28, 2015. There being no objection, the motion prevailed by unanimous consent.

The Chair laid the Michigan Department of Technology, Management and Budget Fiscal Year 2015-2016 Capital Outlay Project Request before the subcommittee:

DTMB FY 2015-16 Capital Outlay Project Request Review and Evaluation Process

DTMB Letter: February 11, 2015

The 2012 capital outlay reforms process provided for a new evaluation process for State Building Authority financed capital outlay projects. Subsections 2, 3, and 4 of MCL 18.1242 provide:

(2) The department and the JCOS shall review state agency, community college, and university capital outlay plans. The department and the JCOS shall prioritize requests. The department shall include the department-recommended requests in the executive budget recommendation. If a state agency, community college, or university subsequently modifies a request, the revision shall be submitted to the department, members of the JCOS, and the fiscal agencies.

(3) The department and the chairperson and vice-chairperson of the JCOS shall review and evaluate by March 1 of each year capital outlay project requests received from community colleges, universities, and state agencies. All of the following shall be considered when reviewing and evaluating project requests:

- (a) Investment in existing facilities and infrastructure.**
- (b) Life and safety deficiencies.**
- (c) Occupancy and utilization of existing facilities.**
- (d) Integration of sustainable design to enhance the efficiency and operations of the facility.**

- (e) Estimated cost.**
- (f) Institutional support.**
- (g) Estimated operating costs.**
- (h) Impact on tuition, if any.**
- (i) Impact on job creation in this state.**
- (j) History of prior appropriations received by the institution through the capital outlay process.**

(4) The request for program development and schematic planning must be approved by the JCOS and the legislature through the appropriation process.

The DTMB will provide an overview of the process they used regarding the three projects included for new capital outlay planning authorizations in the Governor's FY 2015-16 budget recommendations and accompanying FY 2014-15 capital outlay supplemental request.

Chris Harkins and Lisa Shoemaker, both representing the State Budget Office, testified before the committee regarding the Michigan Department of Technology, Management and Budget Fiscal Year 2015-2016 Capital Outlay Project Request. Questions and discussion followed.

Representative Zemke moved to excuse absent members. There being no objection, the motion prevailed by unanimous consent.

There being no further business before the subcommittee and seeing no objection, the Chair adjourned the meeting, the time being 4:44 p.m.

Representative Nancy Jenkins, Chairperson _____

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