

STATE OF COLORADO

OFFICE OF STATE PLANNING AND BUDGETING

111 State Capitol Building
Denver, Colorado 80203
(303) 866-3317



Bill Ritter Jr.
Governor
Todd Saliman
Director

September 21, 2007

The Honorable Representative Jim Riesberg
Chairman, Capital Development Committee
c/o Capital Development Committee Staff
46 State Capital Building
Denver, CO 80203

Re: Mesa State College Saunders Fieldhouse CFE Spending Authorization

Dear Representative Riesberg,

The Governor's Office of State Planning & Budgeting approves the request from Mesa State College to receive additional spending authorization for \$4,185,000 Cash Funds Exempt on the Roe F. Saunders Multi-use Facility (State Controller Project number P - 0727) in order to address construction cost inflation that is affecting much of the Western Slope.

Please do not hesitate to contact me at (303) 866-3317 or Patrick Byrne, OSPB capital construction analyst at (303) 866-2963 with any question or concern.

Sincerely,

Todd Saliman
Director

Cc: Patrick Byrne, OSPB
Andy Carlson, CCHE
Jennifer Moe, CDC Staff
Eric Kurtz, JBC Staff
Les Shenefelt, State Controller

CC-C: CAPITAL CONSTRUCTION REQUEST FOR FY 2007-08

PROJECT COSTS AND APPROVAL COVER SHEET

Project Title		State Controller Project No.	Risk Mgt. I. D.
Phase		Purpose Code	Name of Preparer
Institution		Strategic Plan Objective(s)	Date
Program		Dept. Approval by	Date
Priority Number		CCHE Approval	Year 3 Request
Total Project Costs		Prior Year Appropriation	Year 4 Request
		Current Request	Year 5 Request
A. Land Acquisition			
(1)	Land Purchase Cost	\$ -	\$ -
B. Professional Services			
(1)	Master Plan/PP	\$ -	\$ -
(2)	Site Surveys, Investigations, Reports	\$ 287,306	\$ -
(3)	Architectural/Engineering/Basic Services	\$ 2,183,494	\$ 147,723
(4)	Code Review/Inspection	\$ 95,000	\$ -
(5)	Construction Management	\$ 1,235,771	\$ 652,673
(6)	Advertisements	\$ 5,000	\$ -
(7)	Other (Specify)	\$ -	\$ -
(8)	Total Professional Services	\$ 3,806,571	\$ 800,396
C. Construction			
(1)	Infrastructure	\$ -	\$ -
	(a) Service/Utilities	\$ 850,000	\$ -
	(b) Site Improvements	\$ 888,000	\$ 200,000
(2)	Structure/Systems/Components	\$ 18,587,000	\$ 200,000
	(a) New (GSF)	\$ -	\$ 10,942,211
	New \$ /GSF	\$ -	\$ -
	(b) Renovate GSF	\$ -	\$ -
	Renovate \$ /GSF	\$ -	\$ -
(3)	Other (Specify)	\$ -	\$ -
(4)	Total Construction Costs	\$ 20,325,000	\$ 11,342,211
D. Equip. and Furnishings			
(1)	Equipment	\$ 1,382,416	\$ 912,416
(2)	Furnishings	\$ 1,000,000	\$ 530,000
(3)	Communications	\$ 500,000	\$ 255,000
(4)	Total Equip. and Furnishings Cost	\$ 2,882,416	\$ 1,707,416
E. Miscellaneous			
Art in Public Places =1% of			
(1)	Total Construction Costs	\$ 89,827	\$ 113,422
(2)	Relocation Costs	\$ -	\$ -
(3)	Other Costs	\$ -	\$ -
(4)	Total Misc. Costs	\$ 203,249	\$ 113,422
Total Project Costs			
		\$ 27,217,236	\$ 13,963,445
F. Project Contingency			
(1)	5% for New	\$ 503,043	\$ 280,719
(2)	10% for Renovation	\$ 1,021,334	\$ 569,949
(3)	Total Contingency Requested	\$ 1,524,377	\$ 850,668
Total Budget Request			
G. [(1)+(2)+(3)+(4)+(5)+(6)+(7)+(8)+(9)+(10)+(11)+(12)+(13)+(14)+(15)+(16)+(17)+(18)+(19)+(20)+(21)+(22)+(23)+(24)+(25)+(26)+(27)+(28)+(29)+(30)+(31)+(32)+(33)+(34)+(35)+(36)+(37)+(38)+(39)+(40)+(41)+(42)+(43)+(44)+(45)+(46)+(47)+(48)+(49)+(50)+(51)+(52)+(53)+(54)+(55)+(56)+(57)+(58)+(59)+(60)+(61)+(62)+(63)+(64)+(65)+(66)+(67)+(68)+(69)+(70)+(71)+(72)+(73)+(74)+(75)+(76)+(77)+(78)+(79)+(80)+(81)+(82)+(83)+(84)+(85)+(86)+(87)+(88)+(89)+(90)+(91)+(92)+(93)+(94)+(95)+(96)+(97)+(98)+(99)+(100)]		\$ 28,741,613	\$ 14,814,113
H. Source of Funds			
	CCFE	\$ 14,814,113	\$ -
	CF	\$ -	\$ -
	CFE	\$ 13,927,500	\$ -
	FF	\$ -	\$ -

CC-C: CAPITAL CONSTRUCTION SUPPLEMENTAL REQUEST FOR FY 07-08

PROJECT COSTS AND APPROVAL COVER SHEET

Project Title	Roof F. Saunders Multi-use Facility	State Controller Project No.	Risk Mgt. I. D.		
Phase		Purpose Code	F5		
Institution	Mesa State College - Grand Junction	Strategic Plan Objective(s)			
Program		Dept. Approval by	Patrick J. Doyle		
Priority Number		CCHE Approval Date			
	Year 1 Request	Year 2 Request	Year 3 Request	Year 4 Request	Year 5 Request
A. Land Acquisition					
(1) Land Purchase Cost	\$ -	\$ -	\$ -	\$ -	\$ -
B. Professional Services					
(1) Master Plan/PP	\$ -	\$ -	\$ -	\$ -	\$ -
(2) Site Surveys, Investigations, Reports	\$ 359,133	\$ 287,306	\$ 71,827	\$ -	\$ -
(3) Architectural/Engineering/Basic Services	\$ 2,566,631	\$ 2,035,771	\$ 300,000	\$ 230,860	\$ -
(4) Code Review/Inspection	\$ 126,350	\$ 95,000	\$ -	\$ 31,350	\$ -
(5) Construction Management	\$ 1,443,114	\$ 583,098	\$ 67,662	\$ 770,154	\$ -
(6) Advertisements	\$ 10,000	\$ 5,000	\$ -	\$ 5,000	\$ -
(7) Other (Specify)	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Total Professional Services	\$ 4,505,228	\$ 3,006,175	\$ 383,662	\$ 1,109,191	\$ -
C. Construction					
(1) Infrastructure	\$ -	\$ -	\$ -	\$ -	\$ -
(a) Service/Utilities	\$ 868,000	\$ 650,000	\$ -	\$ 218,000	\$ -
(b) Site Improvements	\$ 906,000	\$ 888,000	\$ -	\$ 218,000	\$ -
(2) Structures/Systems/Component	\$ -	\$ 7,644,789	\$ -	\$ 12,913,120	\$ -
(a) New (GSF)	\$ 3,485,600	\$ -	\$ 3,485,600	\$ -	\$ -
(b) Renovate (GSF)	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Renovate \$ /GSF	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Other (Specify)	\$ -	\$ -	\$ -	\$ -	\$ -
(5) High Performance Certification Program	\$ 920,034	\$ -	\$ -	\$ 920,034	\$ -
(6) Total Construction Costs	\$ 26,737,543	\$ 8,982,789	\$ 3,485,600	\$ 14,269,154	\$ -
D. Equip. and Furnishings					
(1) Equipment	\$ 1,565,551	\$ 470,000	\$ 15,900	\$ 1,076,651	\$ -
(2) Furnishings	\$ 1,095,400	\$ 470,000	\$ -	\$ 625,400	\$ -
(3) Communications	\$ 547,700	\$ 235,000	\$ -	\$ 312,700	\$ -
(4) Total Equip. and Furnishings Cost	\$ 3,208,651	\$ 1,175,000	\$ 15,900	\$ 2,014,751	\$ -
E. Miscellaneous					
(1) A1 in Public Places =1% of Total Construction Costs	\$ 34,857	\$ 89,627	\$ 34,857	\$ 133,491	\$ -
(2) Relocation Costs	\$ -	\$ -	\$ -	\$ -	\$ -
(3) Other Costs	\$ -	\$ -	\$ -	\$ -	\$ -
(4) Total Misc. Costs	\$ 258,175	\$ 89,627	\$ 34,857	\$ 133,491	\$ -
(5) Total Project Costs	\$ 34,709,597	\$ 13,253,791	\$ 3,921,219	\$ 17,526,697	\$ -
F. Project Contingency					
(1) 5% for New	\$ 1,112,473	\$ 222,324	\$ 60,095	\$ 289,054	\$ -
(2) 10% for Renovation	\$ 691,117	\$ 451,385	\$ (347,314)	\$ 585,046	\$ -
(3) Total Contingency Requested	\$ 1,803,590	\$ 673,709	\$ 252,781	\$ 874,100	\$ -
G. Total Budget Request					
(1) Total Budget Request	\$ 36,513,187	\$ 13,927,500	\$ 4,184,000	\$ 18,400,687	\$ -
H. Source of Funds					
CCFE	\$ 18,400,687	\$ -	\$ -	\$ 18,400,687	\$ -
CF	\$ -	\$ -	\$ -	\$ -	\$ -
CFF	\$ 18,112,500	\$ 13,927,500	\$ 4,184,000	\$ -	\$ -
FF	\$ -	\$ -	\$ -	\$ -	\$ -

Colorado Department of Public Safety
FY 2008-09 Estimate
October 5, 2007

ITEM	TOTAL FUNDS	General Fund	Cash Funds	"HUTF" CFE	Cash Exempt	Federal Funds	FTE
FY 2007-08 LONG BILL, S.B. 07-239	222,631,250	72,604,324	13,440,962	87,743,593	25,349,888	23,492,483	1,307.0
FY 2007-08 SPECIAL BILLS							
SB 07-070	74,389		74,389				1.0
SB 07-226	-						
HB 07-1057	38,503				38,503		0.6
HB 07-1084	125,000				125,000		0.1
HB 07-1263	116,240		116,240				
HB 07-1358	92,657	92,657					1.0
HB 07-1065	192,915				192,915		0.9
HB 07-1249	7,878				7,878		
HB 07-1272	67,822	67,822					1.0
HB 07-1322	297,288		86,088		211,200		1.7
HB 07-1326	38,400	38,400					
HB 07-1343	27,560	27,560					
SB 07-057	11,850		5,250		6,600		
SB 07-203	379,064		167,864		211,200		1.7
SB 07-226	79,772				79,772		
FY 2007-08 TOTAL APPROPRIATION	224,180,588	72,830,763	13,890,793	87,743,593	26,222,956	23,492,483	1,315.0
FY09 ADJUSTMENTS TO BASE							
SB 07-070	(3,005)		(3,005)				
SB 07-228	11,723	11,723					0.2
HB 07-1057	(1,803)				(1,803)		
HB 07-1263	23,248		23,248				
HB 07-1358	121,428	121,428					2.0
HB 07-1065	(140,583)				(140,583)		(0.6)
HB 07-1272	(3,005)	(3,005)					
HB 07-1322	(268,592)		(57,392)		(211,200)		(1.7)
HB 07-1326	(38,400)	(38,400)					
SB 07-203	(379,064)		(167,864)		(211,200)		(1.7)
FY 2007-08 Decision Item #1	(198,499)	1,501			(200,000)		
FY 2007-08 Decision Item #2	(99,696)				(99,696)		
FY 2007-08 Decision Item #3	(7,442)	(7,442)					
FY 2007-08 BA #RECID01	281,645	281,645					
FY 2007-08 BA #RECID05	125,176	125,176					
Pay for Performance Non-Base-Building Adjustment	(246,746)	(48,188)	(9,848)	(155,033)	(13,788)	(19,889)	
0.4% Base Personal Services Reduction	(380,209)	(68,259)	(24,626)	(238,105)	(33,477)	(15,742)	
Comm. Corrections Transition Caseload Adjustment	1,510,147	1,510,147					
Comm. Corrections Leap Year Adjustment	(129,655)	(129,655)			(8,133)		
Reverse HUTF in Human Smuggling Unit (See JBC Staff memo dated March 20, 2007)	-	703,241		(703,241)			
Increase Federal Funds, DCJ	2,722,304					2,722,304	
CONTINUATION INCREASES (DECREASES)							
FY09 Salary Survey (includes PERA & Medicare)	3,935,638	712,797	180,097	2,716,118	196,490	130,136	X
FY09 Range Narrowing Adjustment	-	-	-	-	-	-	
FY09 PERA Rate Adjustment	-	-	-	-	-	-	
FY09 Amortization Equalization Disbursement	422,980	109,563	18,218	255,902	32,302	6,995	X
FY09 Supplemental AED	431,272	98,697	23,266	272,127	24,507	12,675	X
Pay for Performance	1,310,238	299,558	69,140	828,561	74,256	38,723	X
Shift Increase	56,478	17,052	11,518	34,257	(6,349)	-	X
HLD Incremental Adjustment	881,117	260,286	(52,249)	555,322	69,299	48,459	X
STD Incremental Adjustment	8,673	2,962	18	4,843	1,159	(309)	X
Personal Services Base Adjustment	-	-	-	-	-	-	
Leased Space Escalators	-	-	-	-	-	-	
Legal Services	-	-	-	-	-	-	
Data Center Services ¹	(103,492)	-	-	-	(103,492)	-	
Indirect Cost Assessment ²	542,977	-	25,375	453,087	38,465	26,050	
Indirect Cost Allocation ³	-	(542,977)	-	-	542,977	-	
Indirect Cost Allocation Correction ⁴	-	381,585	-	-	(381,585)	-	
Indirect Costs from Decision Items ⁵	-	(42,629)	-	-	42,629	-	
Risk Management ¹	278,672	38,433	-	(403)	240,642	-	
Workers' Compensation ¹	228,775	-	-	-	228,775	-	
Communication Services ^{1a}	56,186	-	3,393	35,943	14,207	2,643	
Capitol Complex Leased Space ^{1b}	19,301	-	31	13,942	5,328	-	
Federal Funds Reduction	-	-	-	-	-	-	
Dispatch Services Rate Structure	-	-	83,293	(12,252)	(76,247)	5,206	
FY 2008-09 BASE ESTIMATE	235,148,365	76,628,123	14,013,406	91,804,661	26,252,441	26,449,734	1,313.2
STATEWIDE CHANGE REQUESTS							
Non-Prioritized FY 2008-09 Vehicle Replacements	(549,622)	101,615	(21,144)	(608,118)	(18,733)	(3,242)	
Non-Prioritized Workers' Compensation C-SEAP	23,748	23,748					

Non-Prioritized Multiuse Network Payments	126,213	126,213	-	-	-	-	-
DEPARTMENT CHANGE REQUESTS							
DI#1, OPSFS Safe2Tell Program Director	96,560	96,560	-	-	-	-	0.9
DI#2, CBI Latent Print Analysts	263,498	263,498	-	-	-	-	2.8
DI#3, CBI Long Bill Consolidation	-	-	-	-	-	-	-
DI#4, CSP Traffic Safety Improvement	707,137	-	-	707,137	-	-	8.0
DI#5, DCJ VALE Spending Authority	395,822	-	395,822	-	-	-	-
DI#6, DFS NFIRS FTE	78,310	78,310	-	-	-	-	0.9
DI#7, DFS Resource Mobilization FTE	59,284	59,284	-	-	-	-	0.9
DI#8, CSP Long Bill Consolidation	-	-	-	-	-	-	-
DI#9, DCJ Comm. Corr. Transition	366,951	366,951	-	-	-	-	-
DI#10, DCJ Comm. Corr. Provider Rates	668,994	659,237	9,757	-	-	-	-
DI#11, DCJ Administrative FTE Refinance	-	93,871	-	-	(93,871)	-	-
DI#12, DCJ Juvenile Diversion FTE	-	-	-	-	-	-	-
DI#13, CBI Financial Fraud Investigator	87,233	-	87,233	-	-	-	-
FY 2008-09 CHANGE REQUEST SUBTOTAL							
	2,324,128	1,869,287	471,668	99,019	(112,604)	(3,242)	13.5
FY 2008-09 TOTAL REQUEST							
	237,472,493	78,497,410	14,485,074	91,903,680	26,139,837	26,446,492	1,326.7

235,148,364	76,670,752	13,930,113	91,816,913	26,286,059	26,444,528
(2,324,129)	(1,826,658)	(554,961)	(86,767)	146,222	(1,964)

- ¹ These CFE changes (both increases and decreases) will be from indirect cost allocations.
- ^{1a} Of this CFE increase, \$10,420 will be from indirect cost allocations.
- ^{1b} Of this CFE increase, \$5,240 will be from indirect cost allocations.
- ² This line accounts for the overall change in indirect cost assessments.
- ³ This line accounts for the increased offset to General Fund appropriations resulting from the growth in indirect cost collections.
- ⁴ This line accounts for impact of increases and/or reductions in the allocation of indirect cost recoveries. This correction is independent of the overall assessment of indirect costs. (See footnote 1.)
- ⁵ This line accounts for the General Fund impact of increases in indirect cost collections resulting from decision items.



STATE OF COLORADO

DEPARTMENT OF HIGHER EDUCATION
Colorado Commission on Higher Education

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Governor

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September 10, 2007

Patrick Byrne
Office of State Planning and Budgeting
State Capitol Building
Denver, CO 80203

Dear Mr. Byrne:

Mesa State College requests an emergency supplemental per SB98-1331 to revise the Long Bill Item **Saunders Field House Renovation and Expansion from the most recent Long Bill (SB07-239) to include cash spending authority for an additional \$4,185,000 Cash Funds Exempt.**

Mesa State College originally submitted this project for state Capital Construction Funds Exempt dollars last session. Due to the limited amount of state funds available and the myriad capital projects considered by the CDC, JBC, and OSPB last year, the Saunders Field House Renovation and Expansion did not receive state funding. Once this became clear, Mesa State College requested cash spending authority to move forward with one portion of the project. Since that time, Mesa State College has received more accurate cost data and it is apparent that the cost of this portion of the project is substantially higher than anticipated. The College is requesting additional CFE spending authority from bond proceeds, private donations, and operational reserves to complete this phase of the project.

The item is being submitted as an emergency supplemental request so that the project can move forward as soon as possible, allowing the College to lock in current construction costs. Allowing the bid to proceed before the 2008 legislative session will result in significant cost savings given construction cost inflation estimates of 1.5 to 2.0 percent per month on the western slope.

Given these circumstances, the **Department of Higher Education has approved the Mesa State College supplemental request to revise SB07-239, page 258, to include an additional \$4,185,000 Cash Funds Exempt for Saunders Field House Renovation and Expansion.**

More information is included with the enclosed CC-B and CC-C forms. If you have further questions, please contact DHE Capital Assets staff at 303-866-2723.

Sincerely,

Andrew Carlson
Director, Capital Assets & Compliance
Colorado Department of Higher Education
cc/encl: Pat Doyle, MASC; Jennifer Moe, CDC; Eric Kurtz, JBC; Larry Friedberg, State Architect

**Schedule 10
Summary of Change Requests**

Department Name: Department of Public Safety
 Submission Date: October 9, 2007
 Total Number of Decision Items: 16 (13 Prioritized)
 Total Number of Base Reduction Items: None

Priority Number	IT Request	Title	Total	FTE	GF	CF	HUTF	CFE	FF
Decision Items									
1	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	OPSFS, Safe2Tell Program Director	96,560	0.9	96,560	-	-	-	-
2	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CBI, Latent Print Laboratory Analysts	263,498	2.8	263,498	-	-	-	-
3	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CBI, Long Bill Consolidation	-	-	-	-	-	-	-
4	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CSP, Traffic Safety Improvement Plan	707,137	8.0	-	-	707,137	-	-
5	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DCJ, State VALE Spending Authority Increase	395,822	-	-	395,822	-	-	-
6	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DFS, National Fire Incident Reporting System FTE	78,310	0.9	78,310	-	-	-	-
7	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DFS, Emergency Resource Mobilization FTE Funded with CDPS Vacancy Savings Estimate from August 24, 2007	59,284	0.9	59,284	-	-	-	-
8	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CSP, Long Bill Reorganization	-	-	-	-	-	-	-
9	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DCJ, Community Corrections Transition Bed Increase	366,951	-	366,951	-	-	-	-
10	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DCJ, Community Corrections Provider Rate Increase	668,994	-	659,237	9,757	-	-	-
11	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DCJ, Refinance Administrative FTE	-	-	93,871	-	-	(93,871)	-
12	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	DCJ, Juvenile Diversion Administrative FTE	-	-	-	-	-	-	-
13	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	CBI, Colorado Fraud Investigation Unit Spending Authority Increase	87,233	-	-	87,233	-	-	-
N/P	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Statewide Decision Item for Multiuse Network Payments	126,213	-	126,213	-	-	-	-
N/P	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Statewide Request for C-SEAP Program Workers' Compensation	23,748	-	23,748	-	-	-	-
N/P	<input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Statewide Vehicle Replacement Request	(549,622)	-	101,615	(21,144)	(608,118)	(18,733)	(3,242)
Decision Item Subtotal			2,324,128	13.5	1,869,287	471,668	99,019	(112,604)	(3,242)

Priority Number	IT Request	Title	Total	FTE	GF	CF	HUTF	CFE	FF
Base Reduction Items									
Base Reduction Item Subtotal									
TOTAL			2,324,128	13.5	1,869,287	471,668	99,019	(112,604)	(3,242)

CC-B: SUPPLEMENTAL CAPITAL CONSTRUCTION REQUEST FY07-08

Department Name: Department of Higher Education

Project Contact: Patrick Doyle

Division Name: Mesa State College

Contact Telephone: 970-248-1847

Project Name: Saunders Field House Renovation and Expansion

Contact e-mail: Patrick.doyle@mesastate.edu

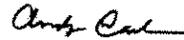
Project Phase: I

Submission Date: September 5, 2007

Risk Management I.D. No.

State Controller Project No. P-0727

Executive Director Approval:
OSPB Approval:



Date: __/__/__
Date: __/__/__

1. Criteria.

(a) Check One

- Emergency
- New Data
- Technical
- Unforeseen Contingency

(b) Describe the criteria:

The request is to secure additional college Cash Funds Exempt spending authority prior to the FY2008 legislative session. If approved, it will allow the college to keep this important project moving forward as programmed and avoid additional costs that would result from soaring construction inflation and general conditions.

2. Long Bill Appropriation Tables

Appropriation from Long Bill # SB07-239 ,page #258					
Line Item(s)	Total	CCFE	CF	CFE	FF
Original Long Bill Items				\$13,927,500	
Requested Revision of Long Bill Appropriation					
Line Item(s)	Total	CCFE	CF	CFE	FF
New Long Bill Items				\$4,185,000	
Total				\$18,112,500	

3. Justify the change from approved budget request and/or FPP:

Last spring, in an attempt to keep the project moving forward and avoid the cost increase that would accompany delaying the entire project for a year, the college elected to phase the project and request spending authority with college Cash Funds Exempt to complete this phase of the project. Although the college submitted the best economic information available to them at the

time, the college has since learned that it was faulty. This is a very complex project and the professional estimators the college engaged to assist in developing the project budget missed in their attempt to accurately estimate all costs for this phase of the project (*they did better on Phase II in part because it has a lot of traditional renovation space and was easier to estimate. Phase II costs have been validated by new estimators*). New estimators have since been engaged who have very relevant experience with similar type projects and the college has full confidence in the revised cost estimates.

Also compounding the cost of the project budget is construction inflation. The shortage of sub contractors and material providers is impacting all construction in western Colorado. As reported in the college's request for Phase II funding for this project, local contractors are experiencing construction inflation in the range of 1.5% to 2.0% per month – with no end in sight. Prices for concrete, copper, steel and any petroleum base product are skyrocketing.

We also believe this request is consistent with the FY 2008-09 Phase II request submitted recently that also reflected project cost increases. With that submission the college requested that state CCFE be the funding source for those cost increases that were driven by factors outside the college's control. With this request the college recognizes that it took on the responsibility to fund Phase I and therefore the college's CFE is proposed to be the funding source.

Why is it necessary to have the appropriation prior to the Long Bill?
With construction inflation at 1.5% to 2.0% per month time really is money. The state and the college can avoid even higher costs by acting at the earliest possible date. Also, see the response to section #8 a) below.

4. Does this request require revision of a prior appropriation?. Explain.

Yes. It is requested that the Cash Funds Exempt appropriation of \$13,927,500 be increased to \$18,112,500. The source of funds for this phase of the project is primarily Bond Proceeds. The college issued \$17 million in enterprise bonds in June and the majority of those proceeds are dedicated to this project. Additionally, the College is in the midst of a Capital Campaign and has secured over \$2 million to date that are available for this project. Operational reserves from enterprise activities, both general and auxiliary, above and beyond operating contingencies, liabilities and commitments,

repair and maintenance reserves and dollars earmarked for other campus improvements are also sufficient and available for this project. The college gives complete assurance that it has the resources to fund this phase of the Saunders Renovation and Expansion project.

5. Attach a copy of a complete Form CC-C of the *original* request.
Attached.
6. Attach a new completed Form CC-C (Element #1 only if there was a prior appropriation) to reflect this supplemental request.
7. Attached.
8. Supplemental Requests Per SB 98-1331
 - a) Describe the urgency of the request

The key objective of the Saunders Field House Renovation and Addition is to create optimum interdisciplinary synergy to the four program that will reside in the building i.e. the Department Health Sciences , the Department of Kinesiology (Human Performance and Wellness) Campus Recreation Services and the Department of Intercollegiate Athletics. The sooner the college can provide the necessary amount of space, the appropriate type of space and the quality of space to support the mission and goals of the four growing departments, the sooner the students of Mesa State College will be benefactors of this project. Also, proceeding with this project as soon as possible will avoid additional construction inflation and general conditions costs - and, save money.

b) List funds to be restricted:
N/A

Long Bill No.	Appropriation	Expenditures	Amount to be restricted
		N/A	N/A



MESA STATE
Finance and Administration
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September 7, 2007

Andrew Carlson
Director, Capital Assets and Compliance
Department of Higher Education
1380 Lawrence Street, Suite 1200
Denver, CO 80204-2059

Dear Mr. Carlson;

Attached are the completed documents required to support the Emergency Supplemental request for the Saunders Field House Renovation and Expansion project. . The request is for additional spending authority of \$4,185,600 to the FY 2007-08 appropriation.. The funding source being proposed is college Cash Funds Exempt.

The college has requested that this request be placed on the Capital Development Committee agenda for October 3, 2007.

I hope you will give this the most serious consideration and your support. If you have any questions please let me know.

Sincerely yours;

Patrick Doyle
Vice President for Finance
Mesa State College

CC Tim Foster, President
Patrick Byrne OSPB