

State Capitol Restoration Budget

HB218 (2007 session) modified the Capitol restoration plan to include single-story wings and accelerate the bond payoff of the \$130 million bond for the project. HB277 set the bond payment at \$20,100,600. HB269 provides \$1.5 million in contingency for the Ada County Courthouse upgrade in FY2007. HB0029 provides \$1,750,400 in FY2007 for the completion of the restoration of the Ada County Courthouse.

HCR 47 (2006 session) restated the Legislature's support for the restoration, preservation and maintenance of the State Capitol Building. It authorizes the Idaho Capitol Commission to modify its Master Plan for the project to include the construction of two-story garden level atrium additions at the east and west ends of the building designed to accommodate large, state of the art public hearing rooms, and adjacent committee and staff office space. The resolution also authorized the Department of Administration to enter into an agreement with the Idaho State Building Authority to provide financing for this project. The project is to begin following the 2007 legislative session and be completed prior to the start of the 2010 session. The Idaho State Building Authority issued \$130 million in bonds in the fall of 2006 to complete the restoration and addition.

HB 386 (2005 session) permanently increased the cigarette tax from 28 to 57 cents/pack. Beginning in FY 2007 the revenue generated by the increase (estimated to be approximately \$30 million per year), will go to the Permanent Building Fund and is dedicated to fund the restoration of the State Capitol Building. This restoration is expected to cost approximately \$80,000,000. The atriums added in HCR 47 have an estimated cost of \$39.5 million. Once the project has been paid for, revenue from the additional 29 cent/pack will be deposited into the Economic Recovery Fund.

The table below reflects the actual expenditure on the project for FY 2008, projected activity in FY 2009, and the Governor's Recommendation for FY 2010. The original appropriation (SB 1491) was for design work on the Idaho Capitol Building, and to begin preparing space in the Borah Building, Ada County Courthouse, State Library and JR Williams building to house Statehouse tenants during the 30 month Capitol restoration. This included moving costs, material storage costs, and other associated expenses. The actual Capitol restoration and atrium construction costs are not reflected in any of the budgets below. These costs will be paid for by the bond proceeds, the appropriation for the bond repayment is reflected below.

| | FY 2008 | FY 2009 | FY 2010 |
|---|---------------------------|---------------------|------------------------|
| Revenues: | Actual Expenditure | Projected | Governor's Rec. |
| Capitol Restoration | | | |
| Beginning Balance | \$28,774,900 | \$32,640,300 | \$33,336,500 |
| Cigarette Tax (collections above 28 cents/pack) | 23,948,900 | 21,855,800 | 15,119,500 |
| Projected Interest on Dedicated Cig. Tax | 877,700 | 273,200 | 256,300 |
| Donations | 4,800 | | |
| Accounts Receivable (HB 29) | 1,720,400 | | |
| Transfer in/out | 50,000 | | 0 |
| Total Revenue | \$55,376,700 | \$54,769,300 | \$48,712,300 |
| Expenditures: | | | |
| Public works operating budget | \$1,416,000 | \$299,600 | \$563,400 |
| Idaho Capitol Commission | 183,200 | 183,000 | 188,700 |
| Legislative Services Office | 509,600 | 514,900 | 514,900 |
| Historical Society | 541,000 | 554,100 | 577,100 |
| Estimated Bond Payment | 20,086,600 | 19,881,200 | 20,096,500 |
| Total Operating Budgets Restoration | \$22,736,400 | \$21,432,800 | \$21,940,600 |
| Ending Balance: | \$32,640,300 | \$33,336,500 | \$26,771,700 |

Note: The Governor's Recommendation is reflected as submitted to the Idaho Legislature on January 5, 2009. Since then, new adjustments to the revenue numbers have been realized. The Governor's Recommendation will be revised to reflect these changes at a later date.