

Capital Improvement Projects Funded from
Non-General Fund Sources

Consultation with the Joint Legislative Commission
On Governmental Operations

Office of State Budget and Management

April 18-19, 2006

Pursuant to G.S. 120-76 (8) e's consultation requirement, OSBM is providing information on capital projects funded from non-general fund sources. Two items are included in the memorandum.

Institution	Item	Project Title/Description	Amount	Source
DOA	1	Salisbury VA Nursing Home HVAC, Water Supply & Security Improvements Request to construct a steam/chilled water system and potable water supply system to serve the nursing center. The nursing center currently receives these services from the Salisbury VA Medical Center operated by the federal government on the same site. The federal government plans an expansion of the Medical Center and has notified the Nursing Home that it can no longer provide these services. As a result, the Nursing Home must install boilers and chillers to serve the facility. This request also includes the installation of a digital recorder and camera system.	1,545,000	NC Veterans Home Trust Fund
UNC-G	2	Reynolds Residence Hall Fire Sprinkler Renovation Request to replace a 43 year old fire alarm system and install a new fire-suppression sprinkler system to serve this eight-story, 336 bed residence hall constructed in 1963.	\$1,200,000	Housing Receipts

Summary of Funding

Projects Funded from Non-General Fund Sources

Source	Amount	Percent of Total
Veterans Home Trust Fund	\$1,545,000	56%
Housing Receipts	\$1,200,000	44%
Totals	\$2,745,000	100%

In accordance with G.S. 120-76(8)(e) the following expenditures were approved without consulting the Commission because of an emergency that posed an imminent threat to public health and safety.

Fire Damage Repairs – North Chiller Plant Cooling Tower #2 – UNC Chapel Hill

Request to use \$350,000 in insurance proceeds to repair damage caused by a February 16, 2006 fire at a central cooling tower. The damage reduced the campus' total cooling capacity by 11% and required immediate action since this cooling tower is the main source of cooling/air flow for large laboratories and research buildings. As demand for cool air rises in the spring, many of the buildings will not be functional since the exhaust fume hoods are not operable without proper airflow. Also, many of the buildings have windows that cannot be opened and are entirely dependent upon the HVAC system for cooling and ventilation. Repairs are underway and should be completed by May 1, 2006.

Steam Distribution Tunnel Repair – UNC Chapel Hill

Request to use \$1,000,000 in utility receipts to repair a 67 year-old steam distribution tunnel that was collapsing under Pittsboro Street in the heart of the UNC Chapel Hill campus. The busy thoroughfare was deemed a public safety hazard and closed to traffic since the tunnel could no longer support the weight of vehicles and the area was unstable. Pittsboro Street remains closed as repairs to the steam tunnel are underway.

Skipper Bowles Drive Culvert Replacement – UNC Chapel Hill

Request to use \$625,000 of Facilities and Administrative Receipts to support the replacement of a 10 foot corrugated pipe collapsing under Skipper Bowles Drive. The area was deemed a public safety hazard and closed to traffic since the weight of vehicles could cause a total collapse of the pipe which carries a small stream under Skipper Bowles Drive. The pipe will be replaced by a 10 ft. square concrete culvert. This project involves extensive grading work since the existing pipe is 35 feet under ground and channels a small stream. Total costs are estimated at \$5.5 million including the \$625,000 of Facilities and Administrative Receipts. A variety of other funding sources have already been directed to this project.