

JOINT COMMITTEE ON STATE BUILDING CONSTRUCTION REPORT

CAPITAL IMPROVEMENTS

Agency: Adjutant General's Department **Bill No.** HB 2273 / SB 155 **Bill Sec.** 111

Analyst: Riedel **Analysis Pg. No.** Vol. II, p. 1371 **Capital Budget Page No.** 219

Project	Agency Request 2024	Governor's Recommendation 2024	JCSBC Recommendation 2024
Capital Projects:			
Rehabilitation and Repair (R&R)	\$ 3,500,000	\$ 1,000,000	\$ 1,000,000
Deferred Maintenance	0	2,000,000	2,000,000
SDB Remodel	22,627,558	0	0
<i>Subtotal-SGF</i>	<u>\$ 26,127,558</u>	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>
Special Revenue Fund (SRF) / Federal (FED) Projects:			
Federal Match	\$ 4,922,922	\$ 4,422,922	\$ 4,422,922
JFHQ Construction	8,000,000	0	0
Great Bend FMS	3,000,000	3,000,000	3,000,000
SDB Remodel	0	0	22,627,558
<i>Subtotal-SRF&FED</i>	<u>\$ 15,922,922</u>	<u>\$ 7,422,922</u>	<u>\$ 30,050,480</u>
TOTAL	<u>\$ 42,050,480</u>	<u>\$ 10,422,922</u>	<u>\$ 33,050,480</u>
Financing:			
State General Fund	\$ 26,127,558	\$ 3,000,000	\$ 3,000,000
Federal Funds	15,922,922	7,422,922	30,050,480
All Other Funds	0	0	0
TOTAL	<u>\$ 42,050,480</u>	<u>\$ 10,422,922</u>	<u>\$ 33,050,480</u>

Agency Request

The **agency** requests \$42.1 million, including \$26.1 million SGF, for capital improvements for FY 2024. This is an all funds increase of \$2.7 million, including an SGF increase of \$2.6 million above the FY 2023 revised estimate.

The increase is attributable to the agency's two enhancement requests, which total \$24.6 million, for the following:

- \$2.0 million, including \$1.0 million SGF, for additional routine rehabilitation and repair of National Guard facilities; and
- \$22.6 million SGF for the construction phase of the State Defense Building (SDB) remodel.

The increase in capital improvements is partially offset by decreased expenditures for the Hays Armory, which occur in FY 2023 but are not anticipated to reoccur for FY 2024.

The FY 2024 request includes the following projects:

REHABILITATION AND REPAIR. The request includes \$3.5 million SGF for routine rehabilitation and repair among 38 armories and other National Guard facilities. Further, the agency requests that expenditures for deferred maintenance be combined with rehabilitation and repair for FY 2024. The agency notes the cooperative agreement with the federal National Guard Bureau generally provides a 50.0 percent matching rate. Armories scheduled for deferred maintenance for FY 2024 include:

- Marysville, Norton, Nickell Armory in Topeka, Concordia, Liberal, Lenexa, Pratt, and the Armed Forces Reserve Center in Topeka.

SDB REMODEL. The request includes \$22.6 million SGF for the construction phase of the State Defense Building remodel in Topeka, which houses the Kansas Division of Emergency Management and the State Emergency Operations Center. The facility was built in 1978, and agency states the current configuration is inadequate. The remodel includes construction, partial demolition, acquisition and integration of technology, and emergency power generation.

A request for funding from the federal American Rescue Plan Act (ARPA) was submitted to the SPARK Task Force for remodel of the SDB, but final determination had not been made at the time of budget submission.

FEDERAL MATCH. The request includes \$4.9 million, all from federal funds, which is provided through the federal National Guard Bureau as match for rehabilitation and repair and deferred maintenance of armories and other National Guard facilities.

JFHQ CONSTRUCTION. The request includes \$8.0 million, all from federal funds, to continue construction of a new Joint Forces Headquarters (JFHQ) on federal property at Forbes Field in Topeka. The total project cost is estimated at \$16.5 million, with a completion date of FY 2025.

GREAT BEND FMS. The request includes \$3.0 million, all from federal funds, for the final phase in remodeling a Field Maintenance Shop (FMS) at the Great Bend Armory. The project includes construction of a maintenance bay addition and alteration of the existing bays. The shop will provide regional maintenance services for 115 military vehicles assigned to units in western Kansas.

Governor's Recommendation

The **Governor** recommends \$10.4 million, including \$3.0 million SGF, for capital improvements for FY 2024. This is an all funds decrease of \$31.6 million, including an SGF decrease of \$23.1 million, below the FY 2024 requested amount. The recommendation includes a decrease of \$8.0 million, all from federal funds, for construction of a JFHQ for FY 2024. This adjustment reflects increased expenditures in FY 2023 to encumber funds for the project in one year rather than in multiple years.

The recommendation also includes a decrease of \$22.6 million SGF due to the Governor not recommending the remodel of the SDB for FY 2024. The Governor further recommends a

modified enhancement request that provides \$1.0 million, including \$500,000 SGF, for building maintenance and splits expenditures between rehabilitation and repair and deferred maintenance.

Joint Committee on State Building Construction Recommendation

The **Joint Committee on State Building Construction** concurs with the Governor's recommendation, with the following adjustment:

1. Add \$22.6 million, all from federal American Rescue Plan Act (ARPA) funds, for remodel of the State Defense Building for FY 2024, if funds are available. Transfer of these funds was approved by the State Finance Council on December 21, 2022, as recommended by the SPARK Task Force.

House Budget Committee Recommendation

The **Budget Committee** concurs with the Governor's recommendation for FY 2024.

House Committee Recommendation

The **Committee** concurs with the Budget Committee's recommendation for FY 2024.

House Committee of the Whole Recommendation (Sub. for SB 42)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2024.

Senate Subcommittee Recommendation

The **Subcommittee** concur with the Governor's recommendation for FY 2024.

Senate Committee Recommendation

The **Committee** concurs with the Subcommittee's recommendation for FY 2024.

Senate Committee of the Whole Recommendation (Sub. for SB 155)

The **Committee of the Whole** concurs with the Committee's recommendation for FY 2024.

Conference Committee Recommendation (HB 2184)

The **Conference Committee** concurs with the Governor's recommendation for FY 2024.

Omnibus Action (SB 25)

1. Adopt GBA No. 1, Item 15, to add \$5.6 million, including \$1.2 million SGF, to repair flood damage at the Kansas City Readiness Center for FY 2024. The damage is attributed to a fire suppression sprinkler head malfunction during a cold weather event in December 2022.