



Legislative Fiscal Bureau

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June 30, 2009

TO: Members
Joint Committee on Finance

FROM: Bob Lang, Director

SUBJECT: Military Affairs: Governor's Section 13.10 Requests for the Use of Federal Economic Stimulus Funding for Department of Military Affairs Maintenance and Repair Projects --Agenda Item I

REQUEST

The Governor has submitted a request dated June 10, 2009, for approval of the use of federal stimulus funding for an estimated \$7,360,000 in 2008-09 for 21 maintenance and repair projects at the Department of Military Affairs (DMA).

The Department indicates that the federal government through the National Guard Bureau has, to date, approved a total of \$6,370,000 for maintenance and repairs from federal stimulus funds, which was the original estimate for the projects shown in the following table. The cost of these projects has twice been reestimated. The first reestimate concurs with the amounts requested for Committee authorization under this request (\$7,360,000). The second reestimate supersedes the \$6.4 million estimate and concurs with amounts requested under State Building Commission actions in May and June, 2009. The following table shows the amount of each project, as approved by the State Building Commission (\$8,113,100). State funding would be provided from general fund supported borrowing.

<u>Project</u>	<u>Location</u>	<u>Federal Funding</u>	<u>State Funding</u>	<u>Total Funding</u>
Upgrade Armory Lighting	Statewide	\$978,800	\$938,500	\$1,917,300
Upgrade Maintenance Facility Lighting	Statewide	550,900	0	550,900
Upgrade Airfield Facility Lighting	Madison & West Bend	228,300	0	228,300
Replace Steam Traps	Statewide	280,300	280,300	560,600
Convert Hangers to Helicopter Maintenance Facilities	Madison	1,168,500	0	1,168,500
Update Female Shower and Restroom and Add Handicap Accessibility	Camp Williams	75,696	0	75,696
Upgrade Administrative Buildings	Camp Williams	2,942,084	0	2,942,084
Remodel Public Affairs Offices	Madison	166,050	55,350	221,400
Replace Boiler System	Medford	188,700	188,700	377,400
Replace Boiler System	Marshfield	69,400	69,400	138,800
Replace Boiler System	New Richmond	47,400	47,400	94,800
Replace Boiler System	Two Rivers	155,400	155,400	310,800
Replace Boiler System	Marinette	198,400	198,400	396,800
Replace Windows	Onalaska	52,250	52,250	104,500
Replace Windows	Burlington	68,000	67,500	135,500
Replace Windows	Janesville	75,000	75,000	150,000
Replace Windows	Kenosha	53,000	52,500	105,500
Replace Windows	Monroe	65,000	65,000	130,000
Remodel Bathrooms and Water Pipes and Install Air Conditioning	Appleton	180,335	180,335	360,670
Remodel Bathrooms and Water Pipes and Install Air Conditioning	Tomah	325,793	195,367	521,160
Design and Construct Armory Remodel	Black River Falls	<u>243,768</u>	<u>243,768</u>	<u>487,536</u>
TOTALS:		\$8,113,076	\$2,865,170	\$10,978,246

The first 20 projects were approved at the May, 2009, meeting of the State Building Commission. The final project listed (Black River Falls armory) was approved at the June, 2009, meeting.

The Department of Military Affairs indicates that it would pay for the additional costs of the projects (the difference between the federally-approved \$6.4 million and the most recent cost estimate of \$8.1 million) in one of two ways. First, it will attempt to secure additional federal stimulus funds that have either not been specifically dedicated to other states or that other states do not fully utilize (which are then made available to states that have excess need). Second, if additional federal stimulus funds are not made available, then the additional costs would be paid from federal funds that are currently dedicated to maintenance and repairs of Wisconsin's National Guard facilities (non-stimulus funds).

If the Committee wishes to approve the release of federal stimulus funds for National Guard facilities it may wish to provide authority only for the amounts thus far approved by the federal government (\$6,370,000) rather than the amounts requested (\$7,360,000). Under this alternative,

the Committee could review any additional federal stimulus funds that were provided for these projects, should they be made available.

Alternatively, the Committee could authorize DMA to expend up to \$8,113,100 from federal stimulus funds for these projects. Under this alternative, should additional federal stimulus funds be made available, the Department could expend those revenues without an additional meeting of the Committee.

ALTERNATIVES

1. Approve the expenditure of \$6,360,000 FED in 2008-09 of federal stimulus funds for the projects identified in this paper.

2. Approve the expenditure of \$8,113,100 FED in 2008-09 of federal stimulus funds for projects identified in this paper.

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