

**WAYS AND MEANS K-16 BUILDING NEED/UTILIZATION STUDY COMMITTEE  
PRESENTATION OF CAROL ROUTH ON CAPITAL PLANNING AND BUDGETING  
FOR STATE AGENCIES AND HIGHER EDUCATION INSTITUTIONS  
MAY 23, 2013**

**History of Capital Planning and Budgeting – OPIP (Overall Plan) and Bond Bills**

- 1970's – JBRC and B&C Board approval of projects initiated
- 1970's – OPIP 5-year capital plan and JBRC/B&C Board budget hearings on building needs established
- JBRC/B&C Board make recommendations to General Assembly on bond bill needs from hearings
- Bond bills every 2-3 years from 1970's through 1992 through these above processes
- No bond bill from 1992 through 1997
- Bond bills in 1997, 1999 and 2000 developed by Governor and General Assembly with no OPIP 5-year plan done
- Last Capital Improvement bond bill was 2000
- Funding for building needs since 2000 – agency/institution resources and bonds, Capital Reserve Fund Act, Supplemental, Lottery state funds, Research University Infrastructure Bonds, Others

**History of Capital Planning and Budgeting – APIP (Annual Capital Plan)**

- 1980's - APIP one year plan developed
- Includes no funding requests, only projects with agency/institution resources identified
- Became project approval mechanism until 2002 at beginning of fiscal year

**History of Capital Planning and Budgeting – CPIP (Comprehensive 5-Year Capital Plan)**

- 2002 - OPIP 5-year plan and APIP one-year plan combined into CPIP 5-year plan with CPIP to be updated every year
- Not a budget request mechanism – requests done through annual budget request in capital section
- CPIP Year 1 – approval of projects by JBRC/B&C Board
- CPIP Years 2-5 – projects with agency resources and with funding to be requested from state
- CPIP Year 2-5 is wish list
- 2002 CPIP approved by JBRC and B&CB Board
- 2003-2009 CPIPs compiled by State Budget division, but not approved by JBRC and B&C Board
- 2010 Proviso on Printed Report Requirements suspended CPIP 5-year planning process

**JBRC and Budget and Control Board Project Approvals**

- Information for approvals required by law and policy
- Project definition and levels for approval vary for state agencies and higher education institutions
- Two-phase approval process
- Phase I approval is schematic design and cost estimate
- Phase II approval is full design and construction budget
- Two-phase process limits budget increases needing JBRC/B&C Board approval
- Projects legislatively authorized do not require approval by JBRC/B&C Board, are administratively established
- SPIRS system tracks budgets and expenditures of all active projects and produces monthly reports