



*P00A – DLLR – Capital Acquisition Fund – PAYGO*

In fiscal 2005 and 2006, an additional \$4,522,000 was appropriated through the budget amendment process to fund construction of the project. State Finance and Procurement Article § 7-305 allows these funds to be retained and not reverted to the State general fund.

The claims center is expected to cost approximately \$7.7 million to design and construct with an estimated completion date of January 2009. The funding source for the project is the department’s SAEF, which consists of funds generated from penalties and fines assessed on businesses due to unemployment insurance violations.

## ***Project Data***

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(\$ in Millions)

| <i>Description</i> | <i>Prior Authorization</i> | <i>2008 Request</i> | <i>2009 Estimate</i> | <i>2010 Estimate</i> | <i>2011 Estimate</i> | <i>2012 Estimate</i> |
|--------------------|----------------------------|---------------------|----------------------|----------------------|----------------------|----------------------|
| Planning           | \$0.855                    | \$0.000             | \$0.000              | \$0.000              | \$0.000              | \$0.000              |
| Construction       | 5.867                      | 0.248               | 0.000                | 0.000                | 0.000                | 0.000                |
| Equipment          | 0.000                      | 0.100               | 0.675                | 0.000                | 0.000                | 0.000                |
| <b>Total</b>       | <b>\$6.722</b>             | <b>\$0.348</b>      | <b>\$0.675</b>       | <b>\$0.000</b>       | <b>\$0.000</b>       | <b>\$0.000</b>       |

|                              |             |   |              |
|------------------------------|-------------|---|--------------|
| <b>Total Project Cost:</b>   | \$7,745,000 | <b>Cost Per Square Foot – Base:</b>         | \$150        |
| <b>Gross Square Footage:</b> | 20,065      | <b>With Escalation &amp; Contingencies:</b> | \$237        |
|                              |             | <b>Net Usable Square Footage:</b>           | 11,235       |
|                              |             | <b>Estimated Completion Date:</b>           | January 2009 |

## ***Recommended Actions***

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1. Concur with Governor's allowance.

## ***Executive's Operating Budget Impact Statement***

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(\$ in Millions)

|                                 | <i>FY 2008</i> | <i>FY 2009</i> | <i>FY 2010</i> | <i>FY 2011</i> | <i>FY 2012</i> |
|---------------------------------|----------------|----------------|----------------|----------------|----------------|
|                                 |                |                |                |                |                |
| <b>Estimated Operating Cost</b> | \$0.000        | \$0.903        | \$0.083        | \$0.084        | \$0.092        |
| <b>Estimated Staffing</b>       | 0              | 0              | 0              | 0              | 0              |

The ongoing operating costs include communications, fuel and utilities, janitorial and grounds maintenance services, and building upkeep. The fiscal 2009 operating costs also include one-time purchases of equipment totaling \$668,000. It should also be noted that the department will save funds on rental costs of the previous facility. The annual expenditure in rent is approximately \$134,000.

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**Capital Project Cost Estimate Worksheet**

**Department:** Department of Labor Licensing and Regulation  
**Project Number:** B-000-030-001  
**Project Title:** Eastern Shore Regional Call Center  
**Analyst:** Jody Sprinkle

***Structure***

|   |                  |                    |                  |
|---|------------------|--------------------|------------------|
| New Construction:                         | 20,065 Sq. Ft. X | \$150.00 Sq. Ft. = | 3,009,750        |
| New Construction:                         | 0 Sq. Ft. X      | \$0.00 Sq. Ft. =   | 0                |
| Renovation:                               | 0 Sq. Ft. X      | \$0.00 Sq. Ft. =   | 0                |
| Renovation:                               | 0 Sq. Ft. X      | \$0.00 Sq. Ft. =   | 0                |
| Built-in Equipment                        |                  |                    | 0                |
| Demolition                                |                  |                    | 0                |
| Information Technology                    | 20,065 GSF X     | \$0.00 GSF =       | 160,500          |
| Telecommunications                        |                  |                    | 0                |
| Miscellaneous-Other                       |                  |                    | 0                |
| Miscellaneous-Other                       |                  |                    | 0                |
| Miscellaneous-Other                       |                  |                    | 0                |
| <b>SUBTOTAL</b>                           |                  |                    | <b>3,170,250</b> |
| Regional Factor:                          | 125.0%           |                    | 792,563          |
| <b>SUBTOTAL</b>                           |                  |                    | <b>3,962,813</b> |
| Escalation to midpoint:                   | 2.50 Yrs. X      | 8.2% =             | 20.50%           |
| <b>TOTAL COST OF STRUCTURE (Bid Cost)</b> |                  |                    | <b>4,775,189</b> |

***Site Work and Utilities***

|                                    |  |                  |
|------------------------------------|--|------------------|
| Site Improvements:                 | 471,918 + regional factor + mid-point escalation | 710,826          |
| Utilities:                         | 95,108 + regional factor + mid-point escalation  | 143,256          |
| <b>PROJECT SUBTOTAL (Bid Cost)</b> |  | <b>5,629,272</b> |

***Fees and Miscellaneous Costs***

|                                      |                                |                  |
|--------------------------------------|--------------------------------|------------------|
| Green Building Premium               | 0.0%                           | 0                |
| Total Construction Contingency       | 5.0%                           | 281,464          |
| Inspection Cost:                     | 3.2%                           | 180,137          |
| Miscellaneous:                       | A/E Basic and Special Services | 0                |
| Miscellaneous:                       | Fees                           | 125,628          |
| Miscellaneous:                       | Equipment                      | 775,000          |
| Miscellaneous:                       | Acquisitions                   | 275,000          |
| A/E Fee through construction phase @ | 7.9%                           | 478,769          |
| <b>TOTAL COST OF PROJECT</b>         |                                | <b>7,745,270</b> |

|   |       |
|---|-------|
| <b>Base cost per new square foot</b>  | \$150 |
| <b>Adjusted cost per new square foot (incl. escalation, contingencies &amp; Green Bldg.)</b>  | \$237 |
| <b>Base cost per renovated square foot</b>  | \$0   |
| <b>Adjusted cost per renovated square foot (incl. escalation, conting. &amp; Green Bldg.)</b> | \$0   |