

## Memo

**To:** Hennepin County Board of Commissioners  
**From:** David J. Hough, County Administrator  
**Date:** October 8, 2021  
**Re:** 2022 Capital Budget Information

On Friday October 1st, you received the Capital Budgeting Task Force's (CBTF) recommended 2022 Capital Budget and 2022-2026 Capital Improvement Program. At the Wednesday, October 13th meeting of the Administration, Libraries & Budget Committee, Susan Weinberg, CBTF Chair will present their annual report and give the rationale for the CBTF's recommendations.

Attached to this memo, please find my proposed 2022 Capital Budget and 2022 – 2026 Capital Improvement Program on a project-by-project basis. Also attached are several other supporting documents. I am not including a general obligation debt and debt service forecast for my proposed capital improvement program, as it is materially identical to the CBTF's debt service forecast.

If you have questions regarding the attached or other matters concerning the 2022 Capital Budget, Ms. Weinberg and I will be available at Wednesday's hearing to respond as appropriate.

<u>Packet Contents:</u>	<u>Pages:</u>
Administrator's Proposed 2022 Capital Budget & 2022-2026 CIP	2 - 13
Comparison of 2021 Capital Budget to Administrator's Proposed 2022 Cap Budget	14
Variances between CBTF and Administrator	15-17
Project detail sheets - proposed by Administrator; but not included by CBTF: 1008987 Countywide HVAC Covid Response	18-19

cc: Susan Weinberg, CBTF Chair  
CBTF members

Clerk to the Board  
[www.hennepin.us/budget](http://www.hennepin.us/budget)

Administration









































## ADMIN RECOMMENDED: 2022 CAPITAL BUDGET AND 2022-2026 CAPITAL IMPROVEMENT PROGRAM

<b>Project Name:</b> 1008987 Countywide HVAC Covid Response	<b>Funding Start:</b> 2022
<b>Major Program:</b> Operations	<b>Funding Completion:</b> 2024
<b>Department:</b> Facility Services	

Current Year's CIP Process Summary	Budget To-Date	2022 Budget	2023	2024	2025	2026	Beyond 2026	Total
Department Requested								
Administrator Proposed		3,000,000	4,000,000	1,000,000				8,000,000
CBTF Recommended								
Board Approved Final		3,000,000	4,000,000	1,000,000				8,000,000

<p><b>Scheduling Milestones (major phases only):</b></p> <p>Study: 2022          Implementation: 2022-2024          Filter maintenance: 2022-2024</p> <hr/> <p><b>Project's Effect on County Priorities and the Operating Budget:</b></p> <p>This project will improve the efficiency of operating under pandemic conditions while maintaining safe indoor air conditions. The efficiencies will result in reduced energy costs and less maintenance issues.</p> <hr/> <p><b>Changes from Prior CIP:</b></p> <p>This is a new project request. This project will maintain a safe level of ventilation while improving operational efficiency and reducing energy use at county facilities.</p>	<p><b>Board Resolutions / Supplemental Information:</b></p> <p>Funding for this project will come from 2021 American Rescue Plan (ARP) funds.</p> <p><b>This project will include the following components:</b></p> <ul style="list-style-type: none"> <li>Consulting (\$250,000) - Review ventilation and controls at all county buildings</li> <li>HVAC equipment (\$5,000,000) - Modifications to reduce operational costs and energy use</li> <li>Air filters (\$750,000) - To ensure continue use of MERV 13 filters or higher</li> <li>Building controls (\$2,000,000) - Standardize control strategies for pandemic mode to save energy</li> </ul>
--	---

Last Year's CIP Process Summary	Budget To-Date	2021	2022	2023	2024	2025	Beyond 2025	Total
Department Requested								
Administrator Proposed								
CBTF Recommended								
Board Approved Final								