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State of New Hampshire
OFFICE OF LEGISLATIVE BUDGET ASSISTANT
State House, Room 102
Concord, New Hampshire 03301

RICHARD J. MAHONEY, CPA
Director, Audit Division
(603) 271-2785

June 18, 2013

To the Members of the Capital Budget
Overview Committee

The Capital Budget Overview Committee, as established by RSA 17-J, of which you are a member, will hold a regular business meeting on Tuesday, June 25, 2013, at 11:00 a.m. in Room 201 of the Legislative Office Building.

Please find attached information to be discussed at this meeting.

Sincerely,

A handwritten signature in cursive script that reads "Jeffry A. Pattison".

Jeffry A. Pattison
Legislative Budget Assistant

JAP/pe
Attachments

CAPITAL BUDGET OVERVIEW COMMITTEE
AGENDA

Tuesday, June 25, 2013 at 11:00 a.m. in Room 201 of the Legislative Office Building

(1) **Acceptance of Minutes** of the May 14, 2013 meeting

(2) **Old Business:**

(3) **New Business:**

RSA 12-A:29-b Cannon Mountain Advisory Commission:

CAP 13-033 Department of Resources and Economic Development – requests approval of the recommendation of the Cannon Mountain Advisory Commission to implement the Cannon Mountain Aerial Tramway & Ski Area capital improvement projects to be funded in the amount of \$717,000 by the Cannon Mountain Capital Improvement Fund, as specified in the request dated June 10, 2013

(4) **Miscellaneous:**

(5) **Informational:**

CAP 13-031 Community College System of New Hampshire – Chapter 253:13, Laws of 2011 – report on critical maintenance funds appropriated for the 2010-11 biennium with unencumbered balances as of March 31, 2013 for the first quarter of 2013

CAP 13-032 Department of Administrative Services – Administrative Services Public Works Design and Construction's Capital Budget and Maintenance Projects Monthly Report April 2013

(6) **Date of Next Meeting and Adjournment:**

CAPITAL BUDGET OVERVIEW COMMITTEE

MINUTES

May 14, 2013

The Capital Budget Overview Committee met on Tuesday, May 14, 2013 at 2:45 p.m. in Room 201 of the Legislative Office Building.

The following members were in attendance:

Representative David Campbell, Chairman
Representative John Cloutier, Clerk
Representative Bernard Benn
Representative John Graham
Representative John Cebrowski, Alternate
Senator David Boutin, Vice Chairman
Senator Sylvia Larsen
Senator James Rausch
Senator Nancy Stiles

Representative Campbell called the meeting to order at 2:49 p.m.

ACCEPTANCE OF MINUTES:

On a motion by Representative Graham, seconded by Senator Boutin, that the minutes of the March 5, 2013 meeting be accepted as written. MOTION ADOPTED.

OLD BUSINESS:

CAP 13-017 The Adjutant General's Department – On a motion by Representative Graham, seconded by Senator Boutin, that the item be removed from the table. MOTION ADOPTED. (Request #1 tabled and Request #2 approved 03/05/13)

On a motion by Representative Graham, seconded by Representative Cloutier, that the Committee deny request #1 only of The Adjutant General's Department to expend remaining Capital appropriations for: D&E Storage Buildings – Additional Power and Lighting, Chapter 145, Laws of 2009, request to use the remaining balance of \$151,651.24 towards replacing all existing electrical systems to meet current code at additional Readiness Centers throughout the state. MOTION ADOPTED.

NEW BUSINESS:

RSA 9:26-a, PROHIBITED CHANGES:

CAP 13-024 New Hampshire Hospital – Jim Dall, Chief Financial Officer, New Hampshire Hospital, presented the request and responded to questions of the Committee. Mark Nogueira, Administrator, Bureau of Public Works, Department of Administrative Services was also present to respond to questions of the Committee.

On a motion by Senator Boutin, seconded by Representative Benn, that the Committee approve the request of the Department of Health and Human Services, New Hampshire Hospital, to use unused funds appropriated, per Chapter 253:1, VII. A., Laws of 2011, at a sum not to exceed \$42,000 to install fire protection sprinklers within the New Hampshire Hospital Greenhouse attached to the Acute Psychiatric Services building per recommendation of the State Fire Marshall, as specified in the request dated May 6, 2013. MOTION ADOPTED.

RSA 228:12-a USE OF TOLL CREDITS:

CAP 13-029 Department of Transportation – Mark Sanborn, Federal Liaison, Department of Transportation, and Michael Whitten, Executive Director, Manchester Transit Authority, presented the request and responded to questions of the Committee. The City of Concord submitted a letter of support, dated May 14, 2013 (CAP 13-029 Additional Information).

On a motion by Senator Larsen, seconded by Senator Boutin, that the Committee approve the request of the Department of Transportation to use up to \$80,000 of Turnpike Toll Credit, based on estimated costs of \$160,000 in federal funds, to allow Manchester Transit Authority (MTA)'s use of Toll Credits to meet funding match requirements to operate a bus transit service between the City of Concord and the City of Manchester including the Manchester-Boston Regional Airport, as specified in the request dated May 3, 2013. MOTION ADOPTED.

INFORMATIONAL:

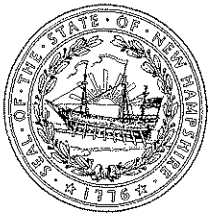
The informational items were accepted and placed on file.

DATE OF NEXT MEETING AND ADJOURNMENT:

The next meeting of the Capital Budget Overview Committee will be at the Call of the Chair.

On a motion by Senator Boutin, seconded by Representative Cloutier, that the meeting adjourn. (Where upon the meeting adjourned at 3:09 p.m.)

Representative John Cloutier, Clerk



CAP 13-033

STATE OF NEW HAMPSHIRE
DEPARTMENT of RESOURCES and ECONOMIC DEVELOPMENT
 OFFICE of the COMMISSIONER

172 Pembroke Road P.O. Box 1856 Concord, New Hampshire 03302-1856

603-271-2411
 FAX: 603-271-2629

June 10, 2013

Representative David B. Campbell, Chairman
 Capital Budget Overview Committee
 State House
 Concord, New Hampshire 03301

REQUESTED ACTION

In accordance with RSA 12-A:29-b, the Department of Resources and Economic Development respectfully requests approval of the recommendation of the Cannon Mountain Advisory Commission to implement the Cannon Mountain Aerial Tramway & Ski Area capital improvement projects summarized in the attached outline, to be funded in the amount of \$717,000 by the Cannon Mountain Capital Improvement Fund.

EXPLANATION


Chapter 134:13, Laws of 1998, authorized the State Treasurer “[t]o provide funds for the Cannon Mountain Capital Improvement Fund (CMCIF)... to borrow from time to time upon the credit of the State such amounts so that the total State obligation shall at no time exceed the sum of \$6,000,000, and for said purpose may issue bonds and notes at such time in the name of and on behalf of the State of New Hampshire in accordance with RSA 6-A.”

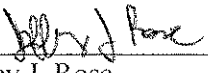
The projected June 30, 2013 bonds outstanding total approximately \$3.8 million and therefore this request is within the \$6 million threshold as required by Chapter 134:13, Laws of 1998. However, the Sunapee lease payment revenue source has not kept pace with the Debt Service outlays for Cannon Mountain Capital Program. Included in the Senate Version of House Bill 2 is a provision to allow for Cannon Mountain Net Revenue after fulfilling other allocations to be transferred to the Cannon Mountain Capital Improvement Fund. See attached financial summary.

Also, attached for your information are the minutes from the April 12, 2013 Cannon Mountain Advisory Commission meeting and a project outline detailing the requested projects to be completed between June and December, 2013 totaling \$717,000. Said projects will provide for infrastructure improvements in the areas of snowmaking, lift maintenance, electrical backup and/or efficiency systems, and water efficiency systems. The snowmaking improvements will improve public relations and increase revenue, while the other improvements will decrease costs, create efficiencies, and avoid primary system losses.

Respectfully submitted,

Concurred,


 Philip Bryce
 Director ~ Parks and Recreation


 Jeffrey J. Rose
 Commissioner

	A	B	C	D	E	F	G	H	I	J
1	STATE OF NEW HAMPSHIRE									
2	DEPARTMENT OF RESOURCES AND ECONOMIC DEVELOPMENT (DRED)									
3	SUMMARY OF CANNON MOUNTAIN CAPITAL IMPROVEMENT FUND (CMCIF)									
4	RSA 12-A:29-c									
5	PROJECTIONS - FISCAL YEAR 2013 TO 2019									
6										
7										
8	Fiscal Year									
9										
			2013	2014	2015	2016	2017	2018	2019	
10	Beginning Balance - July 1		\$ (235,207)	\$ (292,097)	\$ (184,851)	\$ (98,440)	\$ (168,586)	\$ (193,902)	\$ (173,468)	
11	Revenue from Sunapee lease payment		505,467	600,000	617,000	635,000	653,000	672,000	692,000	
12	Debt Service:									
13	Existing		642,357	630,253	608,589	575,361	552,160	529,041	506,488	
14	Authorized but Unissued \$500k		-	12,500	54,250	52,750	51,250	49,750	48,250	
15	New Request \$717k		-	-	17,750	77,035	74,905	72,775	70,645	
16	Total Projected Debt Service		642,357	642,753	680,589	705,146	678,315	651,566	625,383	
17										
18	Annual Revenue Over (Under) Debt Service		(136,890)	(42,753)	(63,589)	(70,146)	(25,315)	20,434	66,617	
19	Transfers of Net Revenue from Cannon Operation:		80,000	150,000	150,000	-	-	-	-	
20	Projected Balance - June 30		\$ (292,097)	\$ (184,851)	\$ (98,440)	\$ (168,586)	\$ (193,902)	\$ (173,468)	\$ (106,851)	
21										
22										
23	Assumptions:									
24	1. Sunapee Payments after recovering from 2011-2012 Season, revenue projected to grow @ 2.75% to 3.00%.									
25	2. Future Bond Issues conservatively projected @ 5% Interest Rate.									
26	3. Debt Service for \$717k capital spending request included. Future requests that maybe needed not included.									
27	4. Senate Amendment in House Bill2 will pass allowing for Transfer from Cannon Operations. Net Revenues Projected.									

State of New Hampshire - Department of Resources and Economic Development
 Cannon Mountain Aerial Tramway & Ski Area - Summer 2013
 Cannon Mountain Capital Improvement Fund (CMCIF) Request - RSA 12-A:29-b

Project	Estimate	Explanation
Snowmaking		
100 Ratnik Baby SnowGiant portable snowguns	80,000	Replace highly inefficient and outdated K-Guns; increase air efficiency by as much as 40%
5 Ratnik SnowGiant V	5,500	Replace inefficient Skinner Guns; increase air efficiency by as much as 40%
32 HKD LowE tower guns / installation	159,000	Attack highest skier traffic areas with tremendous increase in productivity; potential for doubled output at prime temps
37 sets air & water hydrants	18,000	Compatible with 37 new units (ex. Ratnik / HKD)
New waterline and additional air line on "Tramway"	85,000	Existing waterline is obsolete / perforated in a dozen areas; existing air line is in poor location, will be removed & reused; "Tramway" is primary intermediate route beneath Aerial Tram
Replacement air / water lines on "Tram Cutback," and new pipe on "Jaspers Hideaway"	35,500	"Tram Cutback" is primary connecting trail to Aerial Tram from Front Five terrain area; "Jasper's Hideaway" is a Front Five trail in need of snowmaking
Move 400' of supply lines on Middle Ravine	12,000	Pipe has shifted location, presenting unsafe conditions and increased risk and costs associated with snowmaking in the mid-mountain area
Excavator rental (one month)	5,000	Transport equipment; prep work, finish work, pipe removal, etc.; Middle Ravine, Tramway, Tram Cutback, Jasper's projects
Sub-Total Snowmaking	400,000	
Lift Maintenance		
Replace Peabody Express Haul Rope (incl. contingency)	150,000	Current haul rope is beyond life expectancy and will not pass inspection by wire rope inspectors in Fall 2013; 16-week lead time on haul rope production / delivery (October); seeking June 5th G&C approval of project / contract using operating funds; pending approval of Capital Budget Overview Committee to use CMCIF
Water / Electrical Systems		
Peabody / Notchview / Glaessel. <i>Low flow fixtures throughout system; Contracted removal & installation</i>	45,000	Water efficiency / system efficiency is poor at best; large scale positive environmental impact available; peak usage during winter season strains current systems; sinks, faucets, toilets, urinals, etc.
Well House / System Repair	7,000	Tank repair necessary / stop primary system leakage; plumbing requires repairs and minor reconfiguration; metering system required / curb-stop valves necessary
New Electrical Service: <i>Cable, equipment, add'l pull station; Contracted final termination</i>	50,000	Primary electrical service to main base area circa 1972; originally specified at 30-year lifespan (2002)
New 480 V Distribution @ Mountain Station	50,000	Poor, outdated condition, beyond typical lifespan; primary service to summit and mid-mtn: Tramway, Cannonball, Peabody Express lifts, Observation Twr, and snowmaking booster pumphouse
Rebuild Tramway Motor Generator Pwr Plant	15,000	Auxiliary power source for Aerial Tramway; beyond typical 20-yr lifespan
Sub-Total Water / Electrical Systems	167,000	
GRAND TOTAL	717,000	

Note:

All costs are estimated in good faith; all projects / purchases subject to bid and/or contracting and G&C approval processes;
 Equipment listed may be subject to change, per bidding and/or contract process; and
 Project flexibility is essential and may be required during actual construction / improvement phase.

**Cannon Mountain Advisory Commission (CMAC)
Minutes from spring meeting at Cannon Mountain
Friday, April 12, 2013**

Attendees:

Dennis Murphy, Chairman / Rich McLeod, Vice Chairman / Senator Jeb Bradley / Representative Suzanne Gottling / Representative Edmond Gionet / State Treasurer Catherine Provencher / Kathy Taylor / Kevin Johnson / Karen Irwin (CMAC members)

Phil Bryce, Director of Parks & Recreation / John DeVivo, General Manager at Cannon/FNSP (DeVivo is CMAC scribe)

Dick & Barbara Langworthy / Dick Hamilton / Steve Morse / Jeremy Clark (members of the public)

Absent:

Senator Jeff Woodburn (CMAC member)

Introductions:

Chairman Murphy began the meeting at 10:05 AM and stimulated a round of introductions. DeVivo briefly went through the content of the information packets and mentioned Cannon's plan to host a celebratory event on Friday, June 28th to mark the 75th anniversary of the original Cannon Mountain Aerial Tramway launch on June 28, 1938.

Minutes from April 9, 2012 meeting:

Vice Chair McLeod motioned to approve, seconded by Kevin Johnson. Unanimous vote to approve.

Review of RSA 12-A:29-b Cannon Mountain Advisory Commission:

Chairman Murphy reviewed his interpretation of the RSA detailing the charge of the CMAC. No questions or comments from the group at this time.

Synopsis of Cannon Mountain Capital Improvement Fund (CMCIF):

Treasurer Provencher described the intent, function, and workings of the CMCIF. She pointed out that the CMCIF is comprised of the funds from the leasing of Mount Sunapee Ski Area, and that Mount Sunapee was leased with the intent that the CMCIF would fund capital improvements at Cannon. She also pointed out that the CMAC has the legal authority to recommend bonding up to the \$6 Million revolving fund limit anytime there's the capacity to do so, and that the DRED Commissioner and the Capital Budget Overview Committee have the legal authority to act upon said recommendation. The Treasurer cautioned, however, that while the CMCIF is estimated to have \$2.2 Million in capacity by June 30, 2013, the annual payments from Mount Sunapee have totaled (cumulatively) \$372,000 less than what's been paid out on bond issuances since 1999. Treasurer Provencher advised that a system must be devised in order for Cannon / NH Parks to annually cover any difference in what is paid into the CMCIF by Mount Sunapee and what is paid out to cover bond issuances, and for Cannon / NH Parks to annually pay down on that \$372,000 in accumulated shortage, whether amortized over 1, 2, 5, or 10 years, etc.

Treasurer Provencher asked the question of who would draft such a plan. Senator Bradley also asked the question and offered to assist with the draft. Treasurer Provencher said that it should be incumbent upon Cannon / NH Parks & Rec / DRED to draft the plan.

John DeVivo discussed Cannon's long-term intent to utilize annual surplus funds to cover any difference in input versus output, amortize the accumulated deficit, and contribute toward the Division of Parks & Recreation (Division), and to continue to utilize the CMCIF as its primary source of capital funding, within the revolving \$6 Million in capacity. DeVivo then detailed the HB2 requirement in FY13 that Cannon must submit its first \$650,000 in surplus funds to the Division and its next \$50,000 in surplus funds to NH Fish & Game. Cannon's remaining surplus in FY13 (expected to be an additional \$100,000 - \$200,000) will be utilized to offset any remaining deficit on its operating line, and then either carried forward or utilized to offset a portion of the CMCIF accumulated shortage, at the discretion of the DRED Commissioner and Director of Parks & Rec. Lastly, DeVivo gave very rough numbers, estimating net surpluses in FY08 (\$438,000), FY09 (\$377,000), FY10 (\$403,000), FY11 (\$1.3 Million), and FY13 (estimated at \$900,000) and a deficit of an (estimated) \$329,000 in FY12, for an average surplus of \$515,000 since FY08.

Director Bryce detailed his plan to attach a footnote to HB2 (FY14/15) that would require that Cannon's first \$500,000 in annual surplus go toward the Division to offset operating costs, and that the remaining portion of annual surplus be split between offsetting CMCIF shortages and paying down the accumulated shortage and being applied toward Cannon's running total and rolled forward. His intent is to essentially mirror the \$500,000 coming in from the CMCIF as though it were being paid directly toward the Division, as it helps to cover capital funding for Cannon in order to produce an annual surplus and offset Division costs.

A discussion followed between Chairman Murphy and Director Bryce about the intent of the CMCIF and its uses, in addition to the annual use of any surplus of revenue over expense at Cannon. Both agreed that as a primary contributor within the NH Division of Parks and Recreation, Cannon bears responsibility to act as a revenue source for the Division, though Chairman Murphy's position is that the CMAC's first priority is to concern itself with the well-being of Cannon Mountain Aerial Tramway & Ski Area.

Karen Irwin asked Director Bryce if his intent was to footnote \$500,000 in surplus toward the Division and \$50,000 toward NH Fish & Game in FY14 and beyond. Director Bryce indicated that the NH Fish & Game "charge" was in the FY12/13 biennial budget, but is not currently in the FY14/15 biennial budget.

Treasurer Provencher advocated for a plan (for Cannon's annual net surplus) that would instead first cover any difference in what is paid into the CMCIF by Mount Sunapee and what is paid out to cover bond issuances, and then cover an amortized portion of the \$372,000 in accumulated shortage, and then contribute a portion toward the Division, and then apply any remaining surplus toward its running net total. With this plan in place, the Treasurer felt that Cannon would have very little opposition when tapping the CMCIF within its capacity (whether annually or otherwise).

Further discussion between Director Bryce, Treasurer Provencher, and Senator Bradley.

Director Bryce again recommended as follows (FY14 and beyond) for annual surplus:

- First \$500,000 of surplus to Division
- Next portion of surplus to cover annual difference in CMCIF input / output
- Next portion of surplus to amortize the \$372,000 in accumulated shortage
- Final portion of surplus toward Cannon's net total

Treasurer Provencher again instead recommended as follows (FY14 and beyond) for annual surplus:

- First portion of surplus to cover annual difference in CMCIF input / output
- Next portion of surplus to amortize the \$372,000 in accumulated shortage
- Next portion of surplus to Division
- Final portion of surplus toward Cannon's net total

Senator Bradley assured Treasurer Provencher that if she drafts such a plan, he'll work very hard to get it into HB2 for FY14/15.

John DeVivo indicated that he'd prefer to take the Treasurer's suggested tack, as it would truly represent a self-funded capital model and would provide a cleaner path toward being able to utilize the CMCIF (whether annually or otherwise, when funds are available) as it was intended. DeVivo also indicated to the CMAC members that this year's request for \$717,000 is aimed at snowmaking volume and efficiency, lift maintenance requirements, and water and power system efficiencies and improvements, and that for the next several years, Cannon's capital needs will largely fall into those categories.

Director Bryce and Treasurer Provencher agreed to work on a drafted plan as soon as possible and submit it to Senator Bradley for consideration as a part of HB2.

Review of Cannon's FY13 performance to date:

John DeVivo advised the new (and returning) members of the CMAC that Cannon Mountain Aerial Tramway & Ski Area is a 12-month business entity, comprised of:

- Winter Aerial Tramway & Ski Area ops
- Summer Aerial Tramway ops
- Echo Lake Beach summer ops

- Cannon RV Park ops (a function of Echo Lake Beach)

...and that Franconia Notch State Park is a more limited business entity, comprised of:

- The Flume Gorge
- Lafayette Place Campground
- FNSP Recreation Trail
- Scenic byways and off-highway accesses (ex. The Basin, Boise Rock, etc.)

...and that the two entities (Cannon / FNSP) are run as one unit operationally, logistically, and geographically, sharing management, resources, and personnel. Cannon is essentially the financial, logistical, and operational hub of the entirety of Franconia Notch State Park.

DeVivo then covered Cannon's FY13 performance, stressing that he'd be using very rough, unaudited figures, and stressing that they be treated as very rough, unaudited figures.

- Warm early season, moderate & inverted temps
- Snowmaking/grooming challenges in the early going as a result
- Good belt of natural snow and cold temps supported Christmas week
- Several unforeseen lift issues during Christmas week, all corrected
- Good snowfall from mid-late January onward
- Fairly good MLK weekend and Presidents' Week, strong NH vacation week
- Unforeseen water system issues during Prez Week, temporary repairs
- Very solid spring business volume, similar to record year in 10/11

Cannon's very rough, unaudited figures:

- Nov 30 through Apr 7 (ski season to date)
 - Skier visits 25% ahead of last season and within 3% of record season
 - Ski Area revenue 19% ahead of last season and within 12% of record season
- Fiscal Year-To-Date (Jul 1 – through Apr 7)
 - Ski Ops Div revenue 23% over FY12
 - Ski Ops Div expense 1% under FY12
 - Ski Ops Div net total \$970,000 over FY12 to date
 - Retail Div revenue 22% over FY12
 - Retail Div expense 23% under FY12
 - Retail Div net total \$535K over FY12
 - Overall revenue 22% over FY12
 - Overall expense 5% under FY12
 - Overall net total \$1.5 Million over FY12 to date

Kevin Johnson asked if the CMAC members may be given Cannon's Quickbooks report as they have in the past. DeVivo replied that he would issue them if approved by the Division, as they vary (literally) by the day based upon the cash-in, cash-out nature of the business and are unaudited.

Director Bryce asked DeVivo about the overall vibe at Cannon, in addition to any awards, recognition, rankings, and media attention during FY13. DeVivo noted that business is strong and that Cannon's connection to its user base is strong. Also that FNSP was ranked the #2 State Park in the United States last summer (of more than 6,200), and that Cannon continues to rank very well in major ski publications, and that Cannon has very regularly fielded information and multi-media requests over the last several years for articles, news stories, and online and TV features.

Review of Cannon's proposed (Summer 2013) capital projects:

John DeVivo detailed the following (\$717,000) proposed projects/purchases, to be completed utilizing available capital funds from the Cannon Mountain Capital Improvement Fund, fueled by the Sunapee lease:

\$400,000 in snowmaking projects and purchases (low energy tower guns, low energy portable land guns, pipe and hydrant installation on Taft Slalom, pump capacity upgrades on existing equipment, tower mounted fan gun, replacement piping on two trails, and 3-month excavator rental);

\$167,000 in water and power system upgrades (primary water pump/s, metering equipment, primary reservoir tank/s, primary water lines for Peabody & Notchview Lodge area, well construction for Park HQ area, low-flow fixtures @ Peabody kitchen, primary switch at Cannonball Quad, communication line to summit, communication line to Peabody Quad, service switch at Mountain Station, rebuild on Aerial Tram motor generator;

\$150,000 for replacement of Peabody Express Quad haul rope

Senator Bradley motioned that the CMAC vote to recommend the \$717,000 capital project request, contingent upon the Legislature acting upon a CMAC recommendation that HB2 (FY14/15) has a provision to follow the plan recommended by Treasurer Provencher.

Discussion followed, as several CMAC members voiced opposition to the recommendation of the capital project request being contingent upon a provision being enacted upon within HB2 by the Legislature on a measure not yet drafted by Treasurer Provencher and Director Bryce, as Cannon's desire and need is to act upon the CMAC recommendation and put the request before the capital budget overview committee as soon as possible (pending DRED Commissioner Jeffrey Rose's approval).

Senator Bradley withdrew his first motion, and made a new motion to recommend the \$717,000 capital project request. The motion was seconded by Representative Gionet. Representative Gottling asked if Senator Bradley foresaw any hangup in the capital request process, given the removal of the contingency upon an HB2 provision. Senator Bradley offered that he didn't foresee any problem legislatively, and that it should simply come down to an approval or denial by the capital budget overview committee. Chairman Murphy called for a vote, and the motion was passed unanimously.

Senator Bradley then made a second motion, this one for a CMAC recommendation to Treasurer Provencher and DRED Commissioner Rose to craft a plan along Treasurer Provencher's tack to cover the annual CMCIF input/output difference and resolve the outstanding (accumulated) CMCIF shortage. The motion was seconded by Representative Gionet. Chairman Murphy called for a vote, and the motion was passed unanimously.

John DeVivo then detailed the proposed Mittersill enhancement project, approved by the Executive Council on February 6, 2013 as a major component of an amended and restated 20-year agreement with Franconia Ski Club (FSC): The club intends to raise \$3.5 - \$4 Million in private donations to fund a snowmaking, terrain enhancement, and T-bar installation project in the Mittersill terrain area, including an additional 6,000 cfm compressor which will add 20% more air capacity to Cannon's system; Upon completion, full ownership of the project and all equipment will be Cannon's, and FSC (and Holderness School) will have access privileges (for training and racing) similar to what they have at Cannon presently; Said access privileges will essentially be no greater or lesser than what they presently enjoy; The general public will enjoy a vastly improved product (and daily access) to the Mittersill terrain area, and will enjoy both natural and manmade snow. DeVivo detailed the project last April for the CMAC members, and today provided the members with the map of the proposed project area, the FAQ sheet, the summary of public commentary on the project, and the monitoring report (detailing all interaction between Cannon, FSC, NH Fish & Game, NH Audubon, and WMNF). The club (FSC), upon gaining approval at the Executive Council meeting on February 6, 2013, immediately engaged in active discussion with a professional fundraising entity, and has been working very closely with NH DES regarding wetlands mitigation / permitting and alteration of terrain / permitting.

Senator Bradley asked DeVivo about watershed concerns, and DeVivo replied that FSC has been very active thus far with NH DES in discussing any need (or lack thereof) to deal with Federal authorities regarding watershed concerns. Thus far the project has been dealt with by NH DES, and there's been no concern expressed thus far regarding a need to involve the EPA. Senator Bradley asked about high winds and the impact upon the wide training slope at Mittersill, and DeVivo replied that historically the winds have not been a factor from the top of the T-bar area downward, and is not considered to be a threat by the engineers at Horizon Engineering, the firm that laid out the project. Kevin Johnson asked about the logistics involving public use of the area on racing and training days, and DeVivo replied that Cannon and FSC always work together to set up pass-through areas and/or actively advise the public as to other accessibility. Johnson also asked about whether the erosion control work by the contractors of the proposed work at Mittersill would be held accountable, and DeVivo replied in the affirmative.

Old Business:

None discussed.

New Business:

Kevin Johnson asked about the CMAC's role in recommending non-ski area related capital enhancement projects, geared toward year-round activity. Specifically mentioned (and/or included on a flyer he distributed) were: Segway tours,

mountain biking, mountain coasters, summer concerts, ziplines, canopy tours, mobile GPS / Geocache apps, etc. John DeVivo replied that Cannon's management team has been actively researching Segway tours, mountain biking, summer concerts, ziplines, and canopy tours, in addition to being open to other ideas, and that any activity or capital intensive investment must fit within the scope of the park itself and meet the needs/wants of a very transient summer crowd. At nearly \$7,000/unit the Segway fleet/tour startup cost seems cost prohibitive; a high quality (downhill / x-c) mountain bike park requires a rental fleet, a shop, a dedicated trail network, a lift, and a trail crew / patrol staff; summer concerts, fairs, etc. on the Profile Field area make a lot of sense and will be more actively researched; ziplines and canopy tours are cost prohibitive and may become passé very soon. DeVivo thanked Johnson and asked the CMAC members to continue to bring other ideas forward for consideration.

Representative Gionet asked the Chairman about the election of officers. Chairman Murphy replied that it was his intent to address it as the first item on the regular agenda at the next meeting. Representative Gionet asked when the next meeting would be called. Chairman Murphy replied that it'd be held at the call of the Chairman, and that the CMAC meetings are typically held in mid-November (prior to the start of Cannon's winter season) and again in mid-April (just before or after the close of the winter season). Representative Gionet asked if a member may request the consideration of items on the agenda, and whether a member may request that the Chairman call a meeting, to which Chairman Murphy replied in the affirmative.

Adjournment:

Representative Gionet motioned to adjourn, seconded by Rich McLeod. The meeting was adjourned at 11:59 AM.

May 17, 2013

Representative David Campbell, Chairman
Capital Budget Overview Committee
NH State House
107 North Main Street
Concord, NH 03301

Re: Q1 2013 Report

Dear Representative Campbell and Members of the Committee,

Pursuant to Chapter 253:13 of the Laws of 2011, the Community College System of NH (CCSNH) hereby submits a report on critical maintenance funds appropriated for the 2010-11 biennium through House Bill 25 of 2009, 145:1, III, A and extended in House Bill 25 of 2011, 253:28, 34. Information in this report is as of March 31, 2013 for the first quarter of 2013.

It is our intention that all remaining funds from the above-referenced appropriation will be encumbered by mid-June of 2013.

As set forth in the above-referenced Chapter Law, CCSNH will report quarterly until all funds appropriated under the above-referenced section have been encumbered.

Respectfully,



Shannon Reid
Director of Communications



State of New Hampshire

CAP 13-032

DEPARTMENT OF ADMINISTRATIVE SERVICES
OFFICE OF THE COMMISSIONER
25 Capitol Street – Room 120
Concord, New Hampshire 03301

LINDA M. HODGDON
Commissioner
(603) 271-3201

JOSEPH B. BOUCHARD
Assistant Commissioner
(603) 271-3204

May 20, 2013

The Honorable David Campbell, Chairman
Capital Budget Overview Committee
State House
Concord, N H 03301

Attn: Office of Legislative Budget Assistant
State House, Room 102

**Re: ADMINISTRATIVE SERVICES' PUBLIC WORKS DESIGN AND
CONSTRUCTION'S CAPITAL BUDGET AND MAINTENANCE
PROJECTS MONTHLY REPORT APRIL 2013.**

Dear Chairman Campbell,

Please find transmitted herewith the Administrative Services', Bureau of Public Works Design and Construction's monthly summary of Capital Budget and Maintenance Projects, which were advertised, bid, and completed/finalized during the month of April 2013.

Sincerely,

Linda M. Hodgdon,
Commissioner

LMH/mkl
Encl.

cc: Michael P. Connor, Deputy Commissioner
Mark T. Nogueira, Administrator, Bureau of Public Works Design and Construction

Administrative Services
Public Works Design and Construction
Monthly Summary of Projects
Advertised

April 2013

Town	ProjectNumber	Project Title/Agency	Ad Date
Manchester	80684R-B	YDC Boiler House Smoke Stack Emergency Repair. 41 - Youth Development Services	4/30/2013
	80712-A	YDC - Demolition of (2) #6 Oil AST's 12,000 Gallons 41 - Juvenile Justice Service (YDC)	4/16/2013

Administrative Services
Public Works Design and Construction
Monthly Summary of Projects
Bid

April 2013

Town	ProjectNumber	Project Title/Agency	Bid Date	Estimate	BidAmount
Bethlehem	80703R-B	Low-Bid Design-Build Fire Training Facility (Cancelled). 23 - Safety	4/10/2013	\$350,000.00	\$389,400.00
Concord	80627-B	SOPS-Phase II-Roadway & Parking Rehabilitation & Stormwater Improvements 14 - Administrative Services	4/3/2013	\$590,000.00	\$598,000.00
	80629-B	Main Building ADA Restroom Upgrades & Window Replacement, NH State Hospital 14 - Administrative Services	4/16/2013	\$682,000.00	\$627,527.00
	80634-B	State House Annex - Window Repairs 14 - Administrative Services	4/3/2013	\$321,100.00	\$435,500.00
	80674R-B	Mechanical Upgrades (Hazen Drive, Smokey Bear Blvd., Candia Rd., 670 Rte. 3A) 14 - Administrative Services	4/16/2013	\$410,000.00	\$280,700.00
	80697R-B	Trench Drain Repairs and Improvements-39 Hazen Drive, Concord, NH 23 - Safety	4/3/2013	\$41,000.00	\$41,000.00
	80699R-A	State Buildings Masonry Repairs 14 - Administrative Services	4/16/2013	\$200,000.00	\$271,730.00

Administrative Services
Public Works Design and Construction
Monthly Summary of Projects
Finaled

April 2013

Town	ProjectNumber	Project Title/Agency	Final Date	Final Amount
Concord	80490-B	Bathroom/Shower Renovations - Rebid. 46 - Corrections	4/25/2013	\$146,797.05
	80496-B	Hugh Gallen Office Pk Main Bldg. Rumford Egress Stair. 14 - Administrative Services	4/8/2013	\$397,805.00
	80621-A	SHU (Special Housing Unit) Door Replacement (Consultant) 46 - Corrections	4/22/2013	\$96,500.00
Franconia	80657R-A	Cannon Mountain Snowmaking Compressor (Consultant) 35 - Dept of Resources & Economic Development	4/29/2013	\$8,910.82
Laconia	80606-A	LRF Subdivision & Survey (Consultant) 14 - Administrative Services	4/3/2013	\$58,668.00
Manchester	80598R-A	Upgrades to Manchester R/C Steam Boiler Repair (Consultant) 12 - Adjutant General	4/22/2013	\$23,750.00
Statewide	20003R-A	Statewide Maintenance Facilities Renovations #1153/Pride #330122 & 1156/Pride #330123/#330124). (Consultant) 12 - Adjutant General	4/9/2013	\$117,818.00

Administrative Services
Public Works Design and Construction
Monthly Summary of Projects
Finaled

April 2013
Town

Town	Project Number	Project Title/Agency	Final Date	Final Amount
Concord	80490-B	Bathroom/Shower Renovations - Rebid. 46 – Corrections Work for this project included installing new stainless steel inserts into existing shower units and an epoxy coating on the floor surface to prevent the penetration of water through the floors and walls.	4/25/2013	\$146,797.05
	80496-B	Hugh Galen Office Pk Main Bldg. Rumford Egress Stair. 14 - Administrative Services Work included the renovation and construction of a new interior egress stair between the existing Rumford and Kent Buildings at the State Office Park South.	4/8/2013	\$397,805.00
	80621-A	SHU (Special Housing Unit) Door Replacement. 46 – Corrections Architectural services for the SHU C-5 Door Replacement at the State Prison for Men, included structural and electrical engineering services.	4/22/2013	\$96,500.00
Franconia	80657R-A	Cannon Mountain Snowmaking Compressor. 35 – Dept. Resources & Economic Development Professional electrical design services for installation of a new compressor for snow making at Cannon Mountain.	4/29/2013	\$8,910.82
Laconia	80606-A	LRF Subdivision & Survey. 14 - Administrative Services Professional land survey services for the Lakes Region Facility, Laconia .	4/3/2013	\$58,668.00
Manchester	80598R-A	Upgrades to Manchester R/C Steam Boiler Repair 12 - Adjutant General Professional engineering design services for the Manchester Readiness Center Steam Boiler.	4/22/2013	\$23,750.00

April 2013

Town

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Page 2	Project Number	Project Title/Agency	Final Date	Final Amount
Statewide	20003R-A	Statewide Maintenance Facilities Renovations #1153/Pride #330122 & 1156/Pride 12 - Adjutant General Professional architectural and engineering services for the Littleton, Manchester and Hillsborough Federal Maintenance Shops – NH Army National Guard.	4/9/2013	\$117,818.00