

Fiscal Estimate Narratives

DOA 4/17/01

LRB Number 01-2881/2	Introduction Number AB-316	Estimate Type Original
Subject Purchase of Justice Center building		

Assumptions Used in Arriving at Fiscal Estimate

The proposed bill increases the state debt for housing state agencies by \$42,600,000 for the purchase of the state share of the new Justice Center. The state will be the primary owner of the structure which is split on a condominium basis with others. An early purchase will permit the state to acquire title at a lower cost, thus the bill amends the existing 1999-2001 building program. The savings from a lower price are estimated at \$1,236,000. There may be some holding costs that will incur from the time of purchase until full occupancy.

Long-Range Fiscal Implications