



*Funding Our  
Infrastructure  
Future:*

**35th Annual State Construction Conference**

**Raleigh, NC**

**March 24, 2016**



**CONNECT NC**



# **HB 943 – Connect NC Bond Act of 2015**

VOTE  
**AGAINST**  
\$2,000,000,000 DEBT  
**THE BOND**  
Paid for by C4CG

66%

VOTE YES  
FOR THE  
BOND  
INVEST IN OUR FUTURE  
PAID FOR BY CONNECT NC COMMITTEE

34%

Thank you North Carolina!



**FOR:**

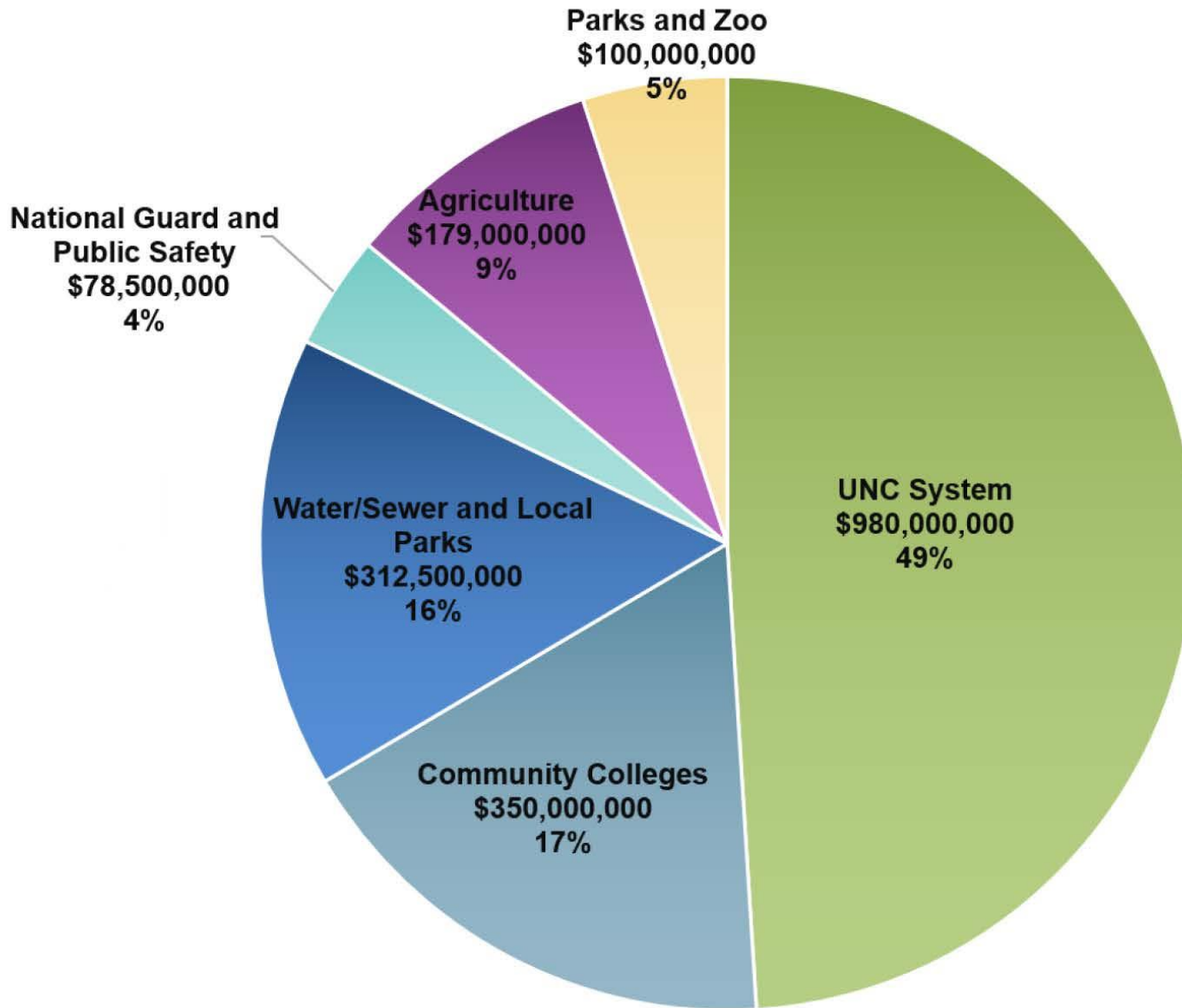
**AGAINST:**

**66%**

**34%**

**Thank you North Carolina!**

# Focus on Education



A man with glasses, wearing a light blue suit jacket, a white shirt, and a green patterned tie, is speaking into a black microphone. He is smiling and looking slightly to the right. The background is a brick wall.

**#1 Thank You  
NC!**

**#2 Implementation!**



State Construction

**Thank You All State Employees!  
Task Ahead is Great – Together We  
Succeed!**



# Implement Connect NC: EFFICIENT & EFFECTIVE



State Construction

**Do what we said we would do**

**Do it WELL!  
And BUILD TRUST**



# What is

# NEXT?



# Blue Ribbon Commission



**People most want  
a government that works!**



GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2013

SESSION LAW 2014-42  
HOUSE BILL 1043

AN ACT TO CLARIFY THE STATUTES RELATED TO THE USE OF PREQUALIFICATION IN PUBLIC CONSTRUCTION CONTRACTING, AS STUDIED BY THE JOINT PURCHASE AND CONTRACT STUDY COMMITTEE.

The General Assembly of North Carolina enacts:

SECTION 1. G.S. 143-135.8 reads as rewritten:

"§ 143-135.8. Prequalification.

(a) Except as provided in this section, Biddersbidders may not be prequalified for any public-construction or repair work project.

(b) A governmental entity may prequalify bidders for a particular construction or repair work project when all of the following apply:

(1) The governmental entity is using one of the construction methods authorized in G.S. 143-128(a1)(1) through G.S. 143-128(a1)(3).

(2) The board or governing body of the governmental entity adopts an objective

**When discussing H1043 – All agreed,  
NC State needs Capital Assets  
And A Financial Plan to Get Them!**

**SECTION 8.(a)** There is established a Blue Ribbon Commission to Study the Building and Infrastructure Needs of the State (Commission).

**SECTION 8.(b)** The Commission shall be composed of 20 members as follows:



- (1) Seven members appointed by the Speaker of the House of Representatives, as follows:
  - a. Three members of the House of Representatives.
  - b. One person upon recommendation of the North Carolina League of Municipalities.
  - c. One member of the public, licensed as an architect in this State.
  - d. One member of the public, licensed as a professional engineer in this State.
  - e. One person upon recommendation of the North Carolina Chamber.
- (2) Seven members appointed by the President Pro Tempore of the Senate, as follows:
  - a. Three members of the Senate.
  - b. One person upon recommendation of the North Carolina County Commissioners Association.
  - c. One person upon recommendation of the North Carolina School Boards Association.
  - d. One member of the public, licensed as a general contractor in this State.
  - e. One member of the public, licensed as an attorney in this State, with experience in infrastructure financing or infrastructure bonds.
- (3) Six members appointed by the Governor, as follows:
  - a. The State Treasurer, or the Treasurer's designee.
  - b. The Secretary of Administration, or the Secretary's designee.
  - c. The President of The University of North Carolina, or the President's designee.
  - d. The President of the North Carolina System of Community Colleges, or the President's designee.
  - e. A member of the State Water Infrastructure Authority.
  - f. The Secretary of the Department of Commerce, or the Secretary's designee.



# Commission Members – Speaker

The Honorable Dean Arp, PE

Chairman - Member of the House of Representatives

The Honorable Stephen M. Ross

Member of the House of Representatives

The Honorable David R. Lewis

Member of the House of Representatives

Honorable John S. Phillips

One person upon recommendation of the NC League of Municipalities

Paul D. Boney, FAIA

One member of the public, licensed as an architect in this State

Neil T. Deans, PE

One member of the public, licensed as a professional engineer in this State

Pamela “Pam” B. Townsend, PE

One person upon recommendation of the NC Chamber



# Commission

## Members - President Pro Temp

The Honorable Chad Barefoot

Chairman – Member of the Senate

The Honorable Kathy Harrington

Member of the Senate

The Honorable Ralph E. Hise

Member of the Senate

Jeffrey P. Carver

One person upon recommendation of the  
NC County Commissioners Association

Barry Shoemaker

One person upon recommendation of the  
NC School Boards Association

David Timothy “Tim” Clancy

One member of the public, licensed as a  
general contractor in this State

Michael P. Juby, Jr.

One member of the public, licensed as an  
attorney in this State, with experience in  
infrastructure



# Commission Members - Governor

The Honorable Janet Cowell

The State Treasurer, or the Treasurer's designee

The Honorable Kathryn Johnston

Acting Secretary of Administration, or the Secretary's designee

Charles "Charlie" Perusse

The President of The University of North Carolina, or the President's designee

Jennifer Haygood

The President of the North Carolina System of Community Colleges, or the President's designee

John David "JD" Solomon, PE

A member of the State Water Infrastructure Authority

Drew Heath

The Secretary of the Department of Commerce, or the Secretary's designee





# Commission Task

SECTION 8.(c) The Commission shall study the following matters related to building and infrastructure needs, including new repairs, renovations, expansion, and new construction, in North Carolina:

(1) The anticipated building needs of State agencies, The University of North Carolina System of Community Colleges until 2025.

(2) The anticipated water and sewer infrastructure construction needs of counties and cities until 2025.

(3) The anticipated building infrastructure needs of the local school boards until 2025.

(4) The anticipated costs of such building infrastructure needs.

(5) A process that would prioritize need, within the infrastructure category and among all categories, with an emphasis on developing criteria that focus on public safety and economic development.

(6) The feasibility of establishing a building and infrastructure fund, which would be a dedicated source of permanent funding for counties, cities, local school boards, Community Colleges, and State agencies.

(7) Funding options for meeting the anticipated capital needs until 2025.

(8)

NEEDS

COSTS

PROCESSES

FUNDING

... Look Ahead Til 2025



# Who?

**BUILDING  
NEEDS**

**WATER and  
SEWER**

**BUILDING  
NEEDS**

State  
Agencies

Counties

Local School  
Boards

UNC System

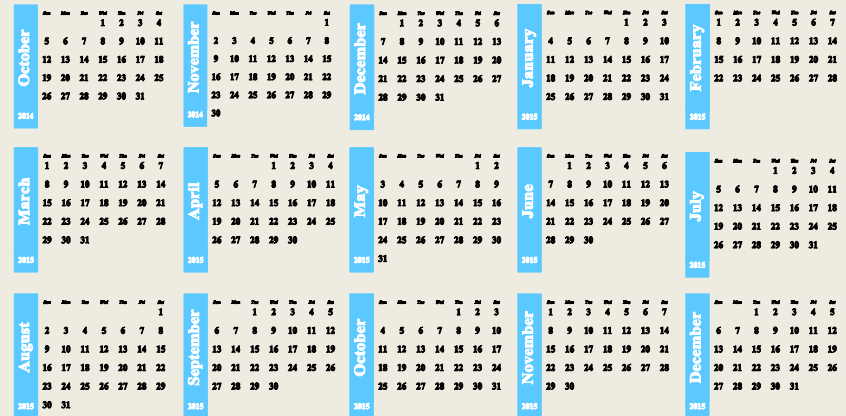
Cities

NC  
Community  
Colleges



# Commission Timeline

- Interim Report 2015 General Assembly.
- Final Report Regular Session of the 2017 General Assembly.
- Commission shall terminate on 31 December 2016 or upon filing the Final Report.





# Blue Ribbon Commission

**The mission of the Blue Ribbon Panel is to develop a Legislative capital budgeting process that addresses the long-range building and infrastructure needs of our state that is linked to a funding plan which prioritizes needs for economic development and public safety.**



# **Blue Ribbon Commission**

- **Establish a Legislative Capital Budgeting process**
- **Identify current and long range building and infrastructure needs**
- **Identify funding options and establish a funding plan**



# **Blue Ribbon Commission**

**THANK YOU!**

**QUESTIONS ?**

**“A Life Lived in Service  
to Others is a Life Well  
Lived”**