Ms. Theresa Gunn
Department of Finance
915 L Street, 9th Floor
Sacramento, California 95814

Mr. Steve Boilard
Legislative Analyst’s Office
925 L Street
Sacramento, California 95814

Dear Theresa and Steve:

Project Savings Program

Consistent with Items 6440-302-6028 of the Budget Act of 2002 and 6440-302-6028 of the Budget Act of 2003, I am pleased to report on the use of identified savings in construction funds appropriated from the 2002 Higher Education Capital Outlay Bond Fund. For each of the items identified above, the Budget Acts provide that by November 1 annually the University of California shall provide the Legislative Analyst with a report showing the identified savings by project and the purpose for which the identified savings were used for the prior year.

During the 2006-07 fiscal year, the University of California used these provisions to authorize the use of project savings for the following projects.

Berkeley campus. There were $815,130 in project savings from the Seismic Safety Corrections, Hertz Hall project (Chapter 52/2002, Item 6440-302-6028[2] as reappropriated in Chapter 157/2003, Item 6440-491). Of this amount:
- $94,000 was used to renovate approximately 100 assignable square feet (asf) of space in the Life Sciences Addition for a telecommunications room and upgrades to the telecommunications systems to support building users.
- $195,130 was used to renovate approximately 3,465 asf of space in the Hearst Memorial Mining Building for a complex oxide nanotechnology laboratory.
- $246,000 was used to renovate approximately 2,174 asf of space in LeConte Hall for an electronics shop supporting the Physics department.
- $280,000 was used to upgrade select toilet rooms in the Bechtel Engineering Center, Cory Hall, and Etcheverry Hall to make them ADA compliant.

Included in the $815,130 in project savings is approximately $33,982 that was previously allocated to a project to upgrade toilet rooms in the Law Building and Dwinelle Hall to make them ADA compliant. These funds were not needed for that purpose and were returned for use in another appropriate project.
Ms. Theresa Gunn
Mr. Steve Boilard
Project Savings Program
October 30, 2007

Los Angeles campus. There were $437,000 in project savings from the Campus Fire Alarm System Upgrade, Phase 3 project (Chapter 157/2003, Item 6440-302-6028[4]). This amount was used to perform a series of project-specific seismic correction pre-design studies for remaining State supportable campus buildings with “Poor” and “Very Poor” seismic ratings.

There were no identified savings in construction funds appropriated from other Higher Education Capital Outlay Bond Funds during 2006-07. Please let me know if you have any questions.

Sincerely,

[Signature]
Debora Obley
Assistant Vice President for Budget

cc: Executive Vice President Lapp
    Director Larry Aull
    Ms. Cheryl Black
    Mr. Chris Woods
    Ms. Amy Rutschow
    Ms. Amy Supinger
    Mr. Stan Hiuga
    Mr. Mark Whitaker