

## **AGENDA NOTE - HRPDC EXECUTIVE COMMITTEE MEETING**

### **ITEM #14: REGIONAL BUILDING OWNERSHIP**

#### **SUBJECT:**

SPSA has advised the HRPDC of its desire for HRPDC to purchase its share of the Regional Board Room.

#### **BACKGROUND:**

When the Regional Board Room was constructed, it was completed under a cost-sharing arrangement between the HRPDC and SPSA. The cost share was approximately 1/3 SPSA and 2/3 HRPDC. SPSA has requested the HRPDC purchase its share of the Board Room through reimbursing SPSA for its initial investment of approximately \$346,000. SPSA's use of the Board Room has declined significantly over the past several years. At this point, SPSA is using the Board Room approximately one day per month.

If approved by the HRPDC, staff recommends a change in the ownership split for the Regional Building between the two organizations with the HRPDC share increasing. This action would also impact the division of operating costs between the two agencies, which impacts the annual HRPDC Operating Budget.

This matter was discussed at the HRPDC Retreat on February 17, 2011. At that time, there was a general consensus that the HRPDC staff should obtain additional professional analysis. A preliminary analysis should be available prior to the Executive Committee Meeting.

HRPDC Executive Director Dwight Farmer will provide a summary of the value analysis for Commission consideration.

#### **RECOMMENDED ACTION:**

Per discussion.