1. The Chancellor or designee will report annually to the Board of Trustees and to the California Community Colleges Chancellor's Office on a five year capital outlay program. The program will consist of the plans of the District concerning its future academic and student service programs, and the effects of such programs on construction needs.

2. Specifically, the five year capital outlay program will include the following:
   - Statement of educational plans
   - Statement of energy plans
   - Statement of disabled persons’ barrier removal plan
   - Location of program delivery
   - Location of other owned lands
   - District-wide priority lists
   - District-wide capacity/load ratios
   - District-wide supporting detail

3. Construction contracts will comply with all applicable laws relating to public works.

4. State funds earmarked for capital outlay financing may be used to acquire an existing government-owned or privately-owned building and to pay the necessary costs of converting such a building to community college use if all of the following criteria apply:
   a. The building was constructed as, and continues to qualify as, a school building, as provided by Education Code Sections 81130 et seq., or the building is determined to have, or is rehabilitated to an extent that it is determined to have, a pupil safety performance standard that is equivalent to that of a building constructed pursuant to Education Code Sections 81130 et seq. The determination of the pupil safety performance standard must meet all of the requirements of Education Code Section 81149(a)(1) and (2).
   b. The total cost of purchasing and converting the existing building to community college use is not greater than the estimated cost of constructing an equivalent building.
   c. The land associated with the building will be owned by, or controlled through a long-term lease of at least 50 years by, the District.
   d. The District has complied with facility site review procedures and guideline recommendations of the California Postsecondary Education Commission pursuant to Education Code Section 66904.
e. The funding for the purchase and conversion of an existing building does not supersede funding for facilities that have previously been prioritized by the Board of Governors and are awaiting state funding.