TOPIC: FY 2015 System Funded Construction Program Request

COMMITTEE: Finance

DATE OF COMMITTEE MEETING: June 19, 2014

SUMMARY: This is a request for approval of the FY 2015 System Funded Construction Program in the amount of $125,527,000 that is the first year of the proposed FY 2015-2019 System Funded Construction Program of $489,477,000, as indicated in the attachment. The USM Auxiliary Bond portion of the total is $85,685,000 for FY 2015 and a five year total of $418,970,000. Given the state of the economy and the difficulty in securing developer interest, there are no requests recommended for private financing this cycle, though that decision will be revisited if circumstances change.

The request includes projects proposed for planning, construction and/or equipment funding in FY 2015. As noted above, most are recommended for funding through external borrowing in whole or in part. Approval is being requested concurrently and/or at a later date for borrowing authority for those specific projects. There may be changes at that time as a result of timing, cost, fee change implications, or other considerations. Each project is a part of an institutional program that will produce the revenue required for repaying the debt.

Some recommendations in the SFCP may be conditional upon satisfactory completion of other projects or activities. These are noted in the attachment or will be part of concurrent discussion with the Board.

ALTERNATIVE(S): Each project can be reviewed separately and accepted, modified, or rejected. The institutional requirement and financial viability for each project were evaluated separately.

FISCAL IMPACT: The impact of the program focuses on the effect of each project on the institution’s operating budget and varies with the plan for setting the charges required to repay the debt.

CHANCELLOR’S RECOMMENDATION: That the Committee on Finance recommend that the Board of Regents approve the FY 2015 System Funded Construction Program request with the conditions listed herein (and within the attached materials) and authorize the Chancellor to make appropriate changes consistent with existing Board policies and guidelines. Any such changes will be reported to the Committee on Finance.

COMMITTEE RECOMMENDATION: RECOMMEND APPROVAL  DATE: 6/19/14

BOARD ACTION:  DATE:

SUBMITTED BY: Joseph F. Vivona  (301) 445-1923
## POST-WORKSHOP DRAFT SFCP

**FY2015-2019 SYSTEM FUNDED CONSTRUCTION PROGRAM (SFCP) -- $'000’S**

<table>
<thead>
<tr>
<th>INST’N PROJECTS</th>
<th>Prior</th>
<th>FY2015</th>
<th>FY2016</th>
<th>FY2017</th>
<th>FY2018</th>
<th>FY2019</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>USM Auxiliary Bonds</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>UMCP High Rise Residence Hall A/C: Phased (out year phase deferred 1 year)</td>
<td>57,995</td>
<td>10,185</td>
<td>22,305</td>
<td>11,610</td>
<td></td>
<td></td>
</tr>
<tr>
<td>UMCP South Campus Dining Hall Renovation (funds expanded to 3 years, request was 2 yrs)</td>
<td>10,000</td>
<td>22,800</td>
<td>26,300</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>UMCP High Rise Residence Hall SCUB: Phased (Deferred 1 year)</td>
<td>15,500</td>
<td>2,960</td>
<td>19,600</td>
<td>10,000</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>UMCP South Campus Dining Hall Renovation</strong> (funds expanded to 3 years, request was 2 yrs)</td>
<td>10,000</td>
<td>20,000</td>
<td>16,900</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>TU Union Addition/Removal</strong> (Deferred one year)</td>
<td>3,620</td>
<td>20,000</td>
<td>8,400</td>
<td>35,000</td>
<td>55,500</td>
<td></td>
</tr>
<tr>
<td><strong>TU West Village Housing, Phase 3 &amp; 4 (700 beds)</strong></td>
<td>39,150</td>
<td>42,000</td>
<td>4,000</td>
<td>E</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>UMES Nuttle Hall Residence Renovation</strong> (Funded as per Board SFCP last year)</td>
<td>800</td>
<td>9,200</td>
<td>C</td>
<td>800</td>
<td>E</td>
<td></td>
</tr>
<tr>
<td><strong>UMBC Residence Hall Renovations/Additions</strong> (also see cash, below)</td>
<td>36,000</td>
<td>200</td>
<td>24,700</td>
<td>25,100</td>
<td>11,000</td>
<td></td>
</tr>
</tbody>
</table>

**Subtotal: USM Bonds/Direct Debt RECOMMENDED**

|       | 85,685 | 85,565 | 84,900 | 85,630 | 77,190 |

### FIVE YEAR SUBTOTAL BONDS (USM DEBT)

418,070

**Cash or Institutional Funding**

<table>
<thead>
<tr>
<th></th>
<th>3,000</th>
<th>4,000</th>
<th>PCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>UMCP Towers Theatre Conversion</td>
<td>1,042</td>
<td>3,958</td>
<td>CE</td>
</tr>
<tr>
<td><strong>TU Newell Dining Renovation</strong></td>
<td>1,042</td>
<td>3,958</td>
<td>CE</td>
</tr>
<tr>
<td><strong>SU 1108 Camden Avenue</strong></td>
<td>252</td>
<td>A</td>
<td></td>
</tr>
<tr>
<td><strong>SU Stadium Project</strong></td>
<td>2,000</td>
<td>16,000</td>
<td>E</td>
</tr>
<tr>
<td><strong>SU Tennis Courts Relocation</strong> (funding required to complete approved project)</td>
<td>4,300</td>
<td>1,000</td>
<td></td>
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<tr>
<td><strong>UMBC Event Center and Arena</strong> (also see bonds, above)</td>
<td>7,000</td>
<td>1,000</td>
<td>6,500</td>
</tr>
<tr>
<td><strong>UMBC Fine Arts Building Renovation</strong> (FR contribution 1352 each yr. FY15, 16, 17 additional)</td>
<td>1,092</td>
<td>2,212</td>
<td>2,120</td>
</tr>
<tr>
<td><strong>UMBC Residence Halls Renovations/Additions</strong> (also see bonds, above)</td>
<td>6,200</td>
<td>1,600</td>
<td>2,000</td>
</tr>
</tbody>
</table>

**Subtotal: USM Cash/Institutional Funds RECOMMENDED**

|       | 39,842 | 11,620 | 12,620 | 0 | 0 |

### FIVE YEAR SUBTOTAL CASH

64,082

**Bond Requests Suggested for Use of Cash or Institutional Funding**

| UMCP Residence Hall Renovation Ph XI, Cecil Hall | 6,425 | PCE |

**Subtotal: Bond Requests suggested for Cash/Institutional Funding**

|       | 0 | 0 | 0 | 0 | 6,425 |

### FIVE YEAR SUBTOTAL

6,425

**TOTAL SFCP PROGRAM (BONDS, CASH)**

125,527 | 97,185 | 97,520 | 85,630 | 83,615

### FIVE YEAR TOTAL BONDS, CASH

489,477

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**Deauthorization of Previously Approved Bond Funds**

| [LIST] | TBD | [$amounts] |

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**END OF REQUESTS RECOMMENDED FOR APPROVAL**
### Housing Requests Still Under Review

- **BSU New Residence Hall #1 (450 beds)**: Bonds 2,500 P 31,500 C 1,000 E
- **BSU New Residence Hall #2 (400 beds)**: Bonds
- **UMES New Residence Hall, Ph 2 (400 beds)**: Bonds 3,000 P 22,000 C 1,000 E
- **UMES New Residence Hall, Ph 3 (400 beds)**: Bonds
- **FSU New Residence Hall (437 beds)**: Bonds 13,058 PC 2,500 P 31,500 C 1,000 E
- **UMES New Residence Hall, Ph 2 (400 beds)**: Bonds 3,000 P
- **FSU New Residence Hall (437 beds)**: Total includes $4M inst'n cash
- **FSU project will be considered for funding TBD within the five year plan, pending resolution of issues related to market/demand, contracts with existing public/private housing, and System financial constraints.**
- **CSU New Residence Hall (400-500 beds)**: Bonds 2,500 PC 34,100 C
- **UMBC New Residence Hall (200 beds)**: Cash & Bonds 1,500 P 250 P 2,100 P 34,100 C

Subtotal: Requests for Housing Projects (still under review) 3,000 37,558 63,893 25,775 39,600

### Bond Requests Still Under Review

- **UMCP South Campus Recreation Center**: Bonds 4,000 PCE
- **UMCP Replacement Residence Hall: Worcester Hall**: Bonds 3,000 P 32,100 C
- **UMCP Residence Hall Renovation Phase X: Dorchester Hall**: Bonds 10,000 PCE 40,813 PCE
- **TU Prettyman & Scarborough Halls Renovation**: Bonds 2,140 P 21,400 CE
- **TU Glen Towers Renovation**: Bonds 4,200 P 10,900 CE 8,500 C 12,600 CE
- **CSU New Student Center**: Bonds 7,244 P
- **CSU Wallbrook Lumber**: Bonds 6,000 PCE
- **SU Renovate Guerrieri University Center**: Bonds 2,200 P 26,500 C 3,500 E
- **SU Construct Fieldhouse/Recreation Center**: Bonds 3,500 P 6,500 P 32,000 C
- **SU Renovate Chesapeake Hall**: Bonds 1,250 P 5,000 CE
- **SU Renovate Severn Hall**: Bonds 1,250 P 5,000 CE
- **UB Recreation Center (60 W. Oliver St.)**: Bonds 1,610 P 9,328 C 13,613 CE

Subtotal: Bond Requests Still Under Review 16,200 32,310 78,981 52,513 93,924

### Cash Requests Still Under Review

- **UMCP Central MD Rach & Educ Ctr. Office Bldg.**: Bonds 1,890 P 20,300 C 2,000 E
- **UMCP Campus Farm Upgrades (formerly Animal Sciences Pavilion)**: Bonds 3,130 PC 1,650 PC 7,250 PC
- **TU Glen Dining Hall Renovation**: Bonds 800 P 8,000 CE
- **TU Berkshire Renovation**: Bonds 6,000 E
- **SU Athletic Complex Renovations**: Bonds 2,000 2,500 P 3,000 C 3,000 C
- **UMB Carter Lot (also see cash, above)**: Bonds 3,000 PCE
- **UMCP McKeldin Mall Upgrades (design funding approved Dec. 2013)**: Bonds 3,000 10,000 PC 20,000 PC
- **UMCP School of Public Health Building - Convert locker rooms into STEM facilities**: Bonds 6,000 PCE
- **UMCP H.J. Patterson Hall - Convert Wing 2 Second Floor into STEM facilities**: Bonds 7,000 PCE
- **UMCP Severn Bldg. - Phase II Renovation for Facilities Management Shops**: Bonds 11,300 PCE
- **UMB Erickson Hall Renovation**: Bonds 7,500 PC 1,600 E
- **UMB Harbor Hall Renovation**: Bonds 500 P 7,000 PC 1,600 E

Subtotal: Cash Requests Still Under Review (*denotes those included in last year’s five year SFCP plan that are deferred temporarily under moratorium on cash funding to revisited after assessment of System financials) 19,630 36,740 59,050 18,000 1,600

**KEY:**
- A = Acquisition;
- P = Planning;
- C = Construction;
- CS = Construction Supplemental;
- E = Equipment

END OF LIST: PROJECTS UNDER REVIEW