

TOPIC: FY 2018 System Funded Construction Program Request

COMMITTEE: Finance

DATE OF COMMITTEE MEETING: June 8, 2017

SUMMARY: This is a request for approval of the FY 2018 System Funded Construction Program in the amount of \$111,074,000 that is the first year of the proposed FY 2018-2022 System Funded Construction Program of \$519,220,000, as indicated in the attachment. The USM Auxiliary Bond portion of the total is \$91,400,000 for FY 2018 and a five year total of \$455,516,000. Currently 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 2018. 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 2018 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:

DATE:

BOARD ACTION:

DATE:

SUBMITTED BY: Joseph F. Vivona (301) 445-1923

POST-WORKSHOP VERSION: SFCP

BOARD OF REGENTS FY2018-2022 SYSTEM FUNDED CONSTRUCTION PROGRAM (SFCP) -- \$'000'S

Modifications since Workshop shown in red

REV 5/23/17

Campus Priority	INST'N	PROJECTS (Carried Over From FY2017 SFCP 5-Yr. Plan)	FUNDING CALENDAR					
			Prior	FY2018	FY2019	FY2020	FY2021	FY2022
USM Auxiliary Bonds								
2	UMCP	North Campus Dining Hall Replacement (Cash below) Bonds	(deferred, UMCP)	1,000 PC	3,000 PC	12,000 CE	1,000 CE	
3	UMCP	High Rise Residence Halls A/C, Partial Renovation & SCUB: Phased	85,080 PCE	(deferred by UMCP)		1,500 PC	7,500 PC	44,700 PCE
4	UMCP	SCUB I Renewal-(Proposed Cash Funding)				650 P	6,350 CE	
7	UMCP	South Campus Recreation Center (deferred by UMCP)					9,000 C	16,000 C
1	UMCP	Two New Residence Halls (moved up from "under review")		23,500 PC	43,000 PCE	26,500 PCE	4,000 CE	
1	TU	Union Addition/Renovation	8,670 P	39,000 PC	23,000 C	13,000 C	25,100 CE	
2	TU	Residence Tower Renovation SEE CASH BELOW	22,560 C	10,000 CE				
5	TU	Glen Towers Addition and Renovation				4,536 P	22,030 CE	20,000 CE
3	UMES	Nuttle Hall Residence Renovation				800 P	9,200 C	800 E
1	FSU	New Residence Hall (425 beds) SEE CASH BELOW			14,776 C	16,974 C		
2	FSU	Five Dorm Renovation SEE CASH BELOW		4,400 C		7,700 C		1,000 C
5	SU	Renovate Guerrieri University Center		2,500 P	7,500 PC	15,000 C	14,500 CE	
1	UMBC	Event Center and Arena SEE CASH BELOW	50,000 PC	11,000 CE				
Subtotal: USM Bonds/Direct Debt RECOMMENDED				91,400	91,276	98,010	92,330	82,500
FIVE YEAR SUBTOTAL BONDS (USM DEBT)								455,516
Cash or Institutional Funding (Project Carried Over from FY2017 SFCP 5 Yr. Plan)								
2	UMB	Construct Interprofessional Education Ctr.	3,000 A/P		5,300 C	1,000 E		
2	UMCP	North Campus Dining Hall Replacement SEE BONDS ABOVE		1,000 PC	3,000 PCE	15,750 PCE		
4	UMCP	SCUB I Renewal (Proposed use of cash in lieu of bonds)				650 P	6,350 CE	
2	TU	Residence Tower Renovation SEE BONDS ABOVE		1,300 C				
4	TU	Glen Dining Hall Renovation		8,800 PCE				
6	TU	Prettyman and Scarborough Halls Air Conditioning			5,000 PCE			
1	FSU	New Residence Hall (425 beds) SEE BONDS ABOVE	1,500 P		2,198 C	1,132 E		
2	FSU	Five Dorm Renovation SEE BONDS ABOVE		1,300 C				
1	SU	Maggs Natatorium Renovation			10,000 PCE			
2	SU	Severn Hall Renovation	3,600	2,900 CE				
3	SU	Relocate Baseball Stadium (part of Athletic Complex Renov)			Project is less than \$5M, approved by USM/VCAF per Board Policy VIII-10.20			
1	UB	Relocation of Post-Office facility for Property Transfer	9,180 PC	4,000 PC	Change requested by UB to accommodate increased cost			
1	UMBC	Event Center & Arena SEE BONDS ABOVE	24,000 PC	374 C				
Subtotal: USM Cash/Institutional Funds RECOMMENDED (Ongoing projects only; others are deferred; see * page 2, below)				19,674	25,498	18,532	0	0
FIVE YEAR SUBTOTAL CASH								63,704
TOTAL SFCP PROGRAM (BONDS, CASH)				111,074	116,774	116,542	92,330	82,500
FIVE YEAR TOTAL BONDS, CASH								519,220
Deauthorization of Previously Approved Bond Funding								
	UMES	Nuttle Hall Residence Renovation (appropriated FY2016 SFCP)	800 P					

END OF SFCP DRAFT RECOMMENDATIONS

Priority	INST'N	PROJECTS (Carried Over From FY2017 SFCP 5-Yr. Plan)	Prior	FY2018	FY2019	FY2020	FY2021	FY2022
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HOUSING REQUESTS STILL UNDER REVIEW (REQUIRING FURTHER CONSIDERATION):

Yellow highlights are PPP requests

Housing Requests

5	UMCP	New Residence Hall (1,500 beds)	PPP			175,000	PCE			
1	UMCP	Two New Residence Halls (900 beds; 60 net increase)	Bonds		97,000	PCE	Worked into approved project list (within established budget targets) per UMCP			
12	UMCP	New Residence Hall (350 beds)	Bonds					7,140	P 40,540 CE	
1	BSU	New Residence Hall #1 (450 beds)	Bonds			3,000	P	33,000	C 1,000 E	
2	BSU	New Residence Hall #2 (450 beds)	Bonds						3,000 P	
8	TU	Phase V Housing (700 Beds and 400 parking spaces)	Bonds					7,000	P 13,500 PCE	
1	UMES	New Residence Hall, (400 beds) Phase I	Bonds		4,000	P	39,600	C 2,000 E		
2	UMES	New Residence Hall, (400 beds) Phase II	Bonds				3,000	P 24,000 CE		
1	CSU	New Living and Learning Facility (400-500 Beds)	Bonds				15,000	PC 24,525 CE		
7	SU	New Residence Hall (Court Plaza)	PPP			5,000	P	35,000	PC 25,000 CE	
3	UMBC	New Residence Hall (200 beds)	Cash & Bonds		1,900	P				
					5,925	P		39,972	CE 25,540 C 1,663 E	
Subtotal: Requests for Housing Projects (still under review) excluding PPP					11,825		42,600	92,972	89,205	58,703
							w/o PPP	w/o PPP	w/o PPP	w/o PPP

BOND REQUESTS STILL UNDER REVIEW (REQUIRING FURTHER CONSIDERATION):

Bond Requests

1	UMB	New Garage	Bonds					30,000	PCE	
6	UMCP	New Dining Hall (in support of 1,500 bed/PPP dorm)	Bonds			10,300	PC	18,850	CE	
9	UMCP	Worcester Residence Hall Replacement (450 beds)	Bonds					8,950	P 50,680 CE	
10	UMCP	Cecil Residence Hall Renovation	Bonds					540	P 3,060 CE	
11	UMCP	Paint Branch Drive Parking Garage (3,000 spaces)	Bonds					33,000	PC	33,000 PC
13	UMCP	Golf Course Improvements, Phased	Bonds	3,900					2,700	PC
4	UMES	Murphy Hall/Annex Renovation	Bonds							500 P
5	UMES	Court Plaza Renovation	Bonds							600 P
2	CSU	New Student Center	Bonds							7,224 P
6	SU	Construct Fieldhouse/Recreation Center (See cash, under re	Bonds					3,500	P 7,500 PC	40,000 C
8	SU	New Parking Garage	Bonds							2,000 P
2	UMBC	Retriever Activities Center Renewal (See cash, under r	Bonds			20,045	C	500	E	
Subtotal: Bond Requests Still Under Review					0	30,345		95,340	63,940	83,324

CASH REQUESTS STILL UNDER REVIEW (REQUIRING FURTHER CONSIDERATION):

8	UMCP	Campus Farm Upgrades (formerly Animal Sciences Pavilion)						3,500	PC	3,400 PC 8,100 PC
7	TU	Burkshire Renovation							7,500	E
4	SU	3D Arts Building Renovation								Project is less than \$5M, approved by USM/VCAF per Board Policy VIII-10.20
6	SU	Construct Fieldhouse/Recreation Center (See bonds, under review)							2,500	PC 5,000 C
2	UMBC	Retriever Activities Center Renewal (See bonds, under review)			2,455	P				
					2,455		0	3,500	13,400	13,100

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

CASH-FUNDED PROJECTS LESS THAN \$5M FY18 projects approved by USM Vice Chancellor per Board Policy VIII-10.20(4)

	UMB	Howard Hall Heat Exchanger		1,800	PG					
	UMB	Howard Hall Exhaust System		2,000	PG					
	UMB	Pine Street Station HVAC Upgrades		1,100	PG					
	UMB	School of Nursing Building HVAC Upgrades		2,700	PG					
	UMB	Emergency Exit Upgrades - Various Bldgs-		2,300	PG	1,000	PG			
	UMB	Biomedical Research Building Air Handler		1,400	PG					
	UMB	Howard Hall/Bressler Research Bldg. - Substation		3,000	PG					
	UMB	Window Renewal - Various Bldgs.				1,300	PC	Will be considered for approval next year		
	UMB	Bressler Research Bldg. - Domestic Hot Water, Piping, Condensate				2,300	PC	Will be considered for approval next year		
	UMB	Davidge Hall - Various Infrastructure Upgrades				1,000	PC	Will be considered for approval next year		
	UMB	Pharmacy Hall - Fan Coil System Renewal				1,700	PC	Will be considered for approval next year		
3	TU	Glen Plaza Renovation		4,400	PCE					
Subtotal				18,700		7,300				