

# FY2014 Annual Capital Improvement Budget

Board of Regents  
May 10, 2013

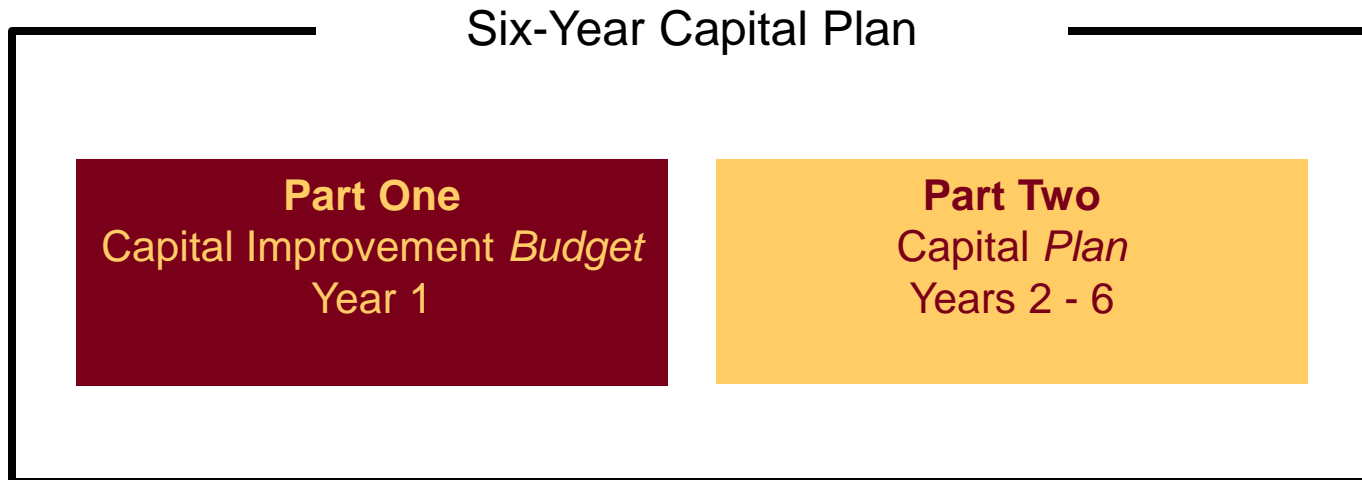


UNIVERSITY OF MINNESOTA

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# Capital Plan

Board of Regents policy directs the administration to develop a capital budget with a “six-year time horizon, updated annually”



# Annual Capital Improvement Budget

- Year 1 of the Six-Year Capital Plan
- Includes individual projects over \$500,000
- Projects need to have a completed predesign
- Projects must be fully funded
- Approved projects move into design and/or construction



# 2013 Capital Request Update

- The capital improvement budget information in the docket material reflects the full value of the University's legislative request
- The capital improvement budget will be updated for the June meeting to reflect the final bill outcome



# State Capital Request Projects Included in the 2014 Capital Budget

Project	State Share	University Share	Total
HEAPR	\$125,000		\$125,000
Eddy Hall Renovation	\$9,667	\$4,833	\$14,500
Design: St. Paul Campus Laboratory Replacement	\$4,000	\$2,000	\$ 6,000
Design: Tate Laboratory Renovation	\$6,000	\$3,000	\$9,000
Campus Wellness Center	\$12,000	\$6,000	\$18,000
Research Laboratory Improvement Fund	\$8,000	\$4,000	\$12,000
Active Learning Classroom Fund	\$8,000	\$4,000	\$12,000
	\$172,667	\$23,833	\$196,500



# Annual Capital Improvement Budget

## HEAPR Projects

- HEAPR legislation provides very strict guidelines on the type of projects that can be funded
  - Intended to give the University and MNSCU flexibility to operate within these strict guidelines
- Funds are intended to preserve and renew existing campus facilities by funding five kinds of projects
  - Accessibility
  - Building Systems
  - Energy Efficiency
  - Health and Safety
  - Infrastructure



# Annual Capital Improvement Budget

## HEAPR Projects

- The 2013 request of \$125M will fund more than 100 projects system-wide
- The preliminary project list will be adjusted to align project priorities with final legislative funding
- Projects include:
  - UMM Behmler Hall HVAC Upgrades
  - UMD Heller Hall Building Upgrades
  - UMC Knutson Sports Center Infrastructure and Exterior Envelope
  - WCROC Maintenance Shop HVAC Improvements
  - UMTC Mechanical Engineering: Phase II
  - UMTC West Bank Windows
  - UMTC Alderman Hall Fire Safety and Ventilation



# Annual Capital Improvement Budget

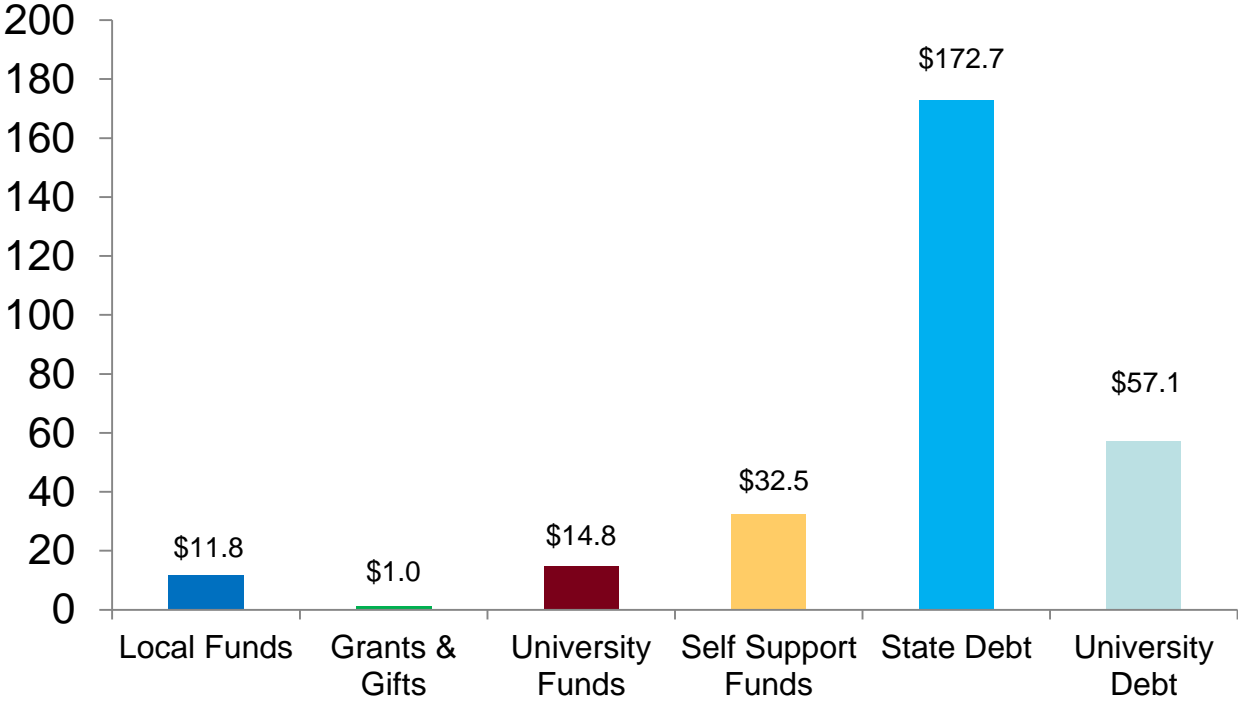
## Sample University Projects

- Repair and Replacement (Systemwide)
- Animal Science Active Learning Classroom (UMTC)
- Coffman Union 2nd Floor Renovation (UMTC)
- Donhowe Work+ Remodel (UMTC)
- Parking Ramp/Garage Lighting Upgrade (UMTC)
- Raptor Center Mews Replacement (UMTC)
- Vet Med South Surgery and Clinical Skills Lab (UMTC)





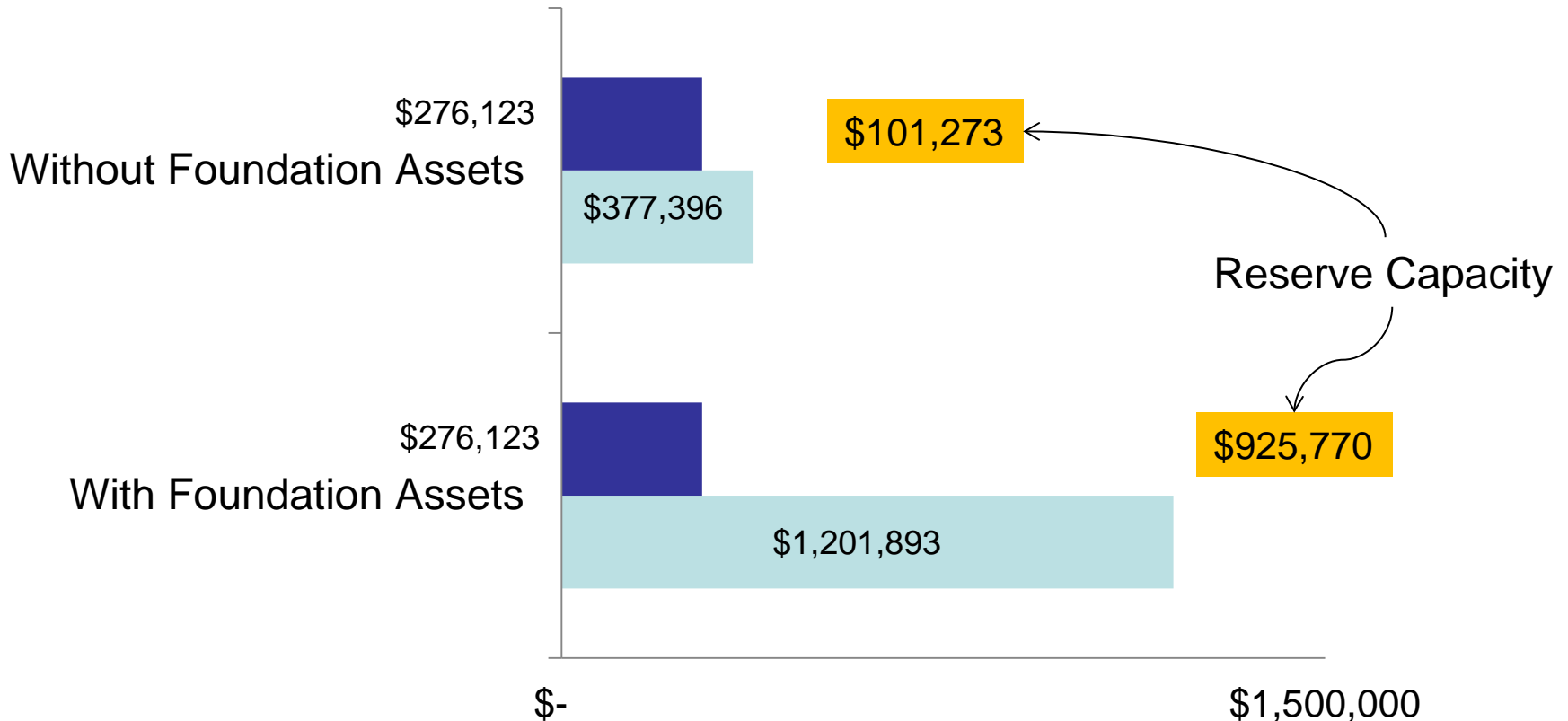
# 2014 Annual Capital Improvement Budget \$289.5 Million



60% of Total from State  
40% of Total from U of M



# Theoretical Impact on U of M Debt Capacity



# 2014 Capital Budget Resolution

- WHEREAS, the Board of Regents directed the administration to annually submit a capital improvement budget and a six-year capital plan; and
- WHEREAS, the Board has adopted principles to guide the formulation of the capital improvement budget and six-year capital plan; and
- WHEREAS, the Board recognizes the importance of sustaining and improving the University's facilities in support of teaching, research, and outreach; and
- WHEREAS, the administration has developed a capital planning framework designed to focus its capital planning efforts toward projects that support the University's institutional priorities within a financial strategy that is realistic; and
- NOW, THEREFORE, BE IT RESOLVED, that the Board of Regents approves the FY 2014 Capital Improvement Budget and reaffirms its prior year capital expenditure authorizations.





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