

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 28

DATE:

June 21, 2011

RECOMMENDATION

2011-2012 CAPITAL BUDGET AND THREE YEAR CAPITAL PLAN

ACTION REQUESTED

It is recommended that the Board of Regents approve a fiscal year 2011-2012 University Capital budget of \$38.1 million. A summary of 2011-12 capital spending by major category is included in Attachment 1. It is also recommended that the Board receive and place on file the three year capital plan for the years 2011-12 through 2013-14 (Attachment 2).

STAFF SUMMARY

The recommended University capital expenditure budget of \$38.1 million for the 2011-12 fiscal year includes \$26.7 million for Eastern's two major academic facility projects -- the Science Complex (\$90 million total project cost) and Pray-Harold (\$42 million total cost) -- as well as \$1.9 million for renovation of the Rackham building to expand our health programs.

The remaining recommended capital spending for 2011-12 includes housing facility enhancements, critical asset preservation and IT infrastructure investment as well as parking, safety and security, athletics facility (primarily Title IX compliance-related) and energy savings projects. Over the next three years (2011-12 through 2013-14), capital spending of \$62.7 million is planned.

2011-12 represents the third year of a five year period of unprecedented capital investment at Eastern. Over the five year period (from 2009-10 through 2013-14), capital spending will exceed \$200 million. Of that total, about 70% of the spending is for academic facility enhancements, 7% for housing improvements, 5% for IT Infrastructure, 4% for athletics facilities, with the balance (14%) for safety & security, energy savings, and high priority asset preservation and infrastructure projects.

FISCAL IMPLICATIONS

Approval of the budget recommendation outlined above establishes the University's authorization for 2011-12 capital spending.

ADMINISTRATIVE RECOMMENDATION

The proposed Board action has been reviewed and is recommended for Board approval.

University Executive Officer

6-21-11

Date

**Eastern Michigan University
Capital Expenditure Budget
Fiscal Year 2011-2012**

(In Millions)	<u>Recommended 2011-12 Budget</u>
<u>Major Academic Facility Projects</u>	
Mark Jefferson Science Project	\$ 19.4
Pray-Harrold	<u>7.3</u>
Total	\$ 26.7
 <u>Other Spending (by Category)</u>	
Academic Facility Enhancement	\$ 2.4
Housing Facility Enhancement	1.8
Parking and Roadways	0.4
Safety and Security	0.8
Energy Savings	0.3
Athletics Facility-Related (Title IX)	1.3
High Priority Asset Preservation & Infrastructure	
- Facilities	2.1
- IT Infrastructure	2.0
Contingency / Other	<u>0.3</u>
Total	\$ 11.4
 Total 2010-11 Capital Expenditures	 <u>\$ 38.1</u>

Eastern Michigan University
Proposed Three Year Capital Spending Plan
(By Spending Category and Year)

(In Thousands)

Spending Category	FY 2011-12		FY 2012-13		FY 2013-14		FY12 - FY14 Three Year Totals
	Capital Project	Amount	Capital Project	Amount	Capital Project	Amount	
Academic Facilities	Science Complex Play-Harold Swing Space - PH Fletcher - Childrens Institute Rackham/HHS Renovations Total	\$19,400 7,300 250 280 1,900 \$29,130	Science Complex McKenny Hall * * \$1.2M w/insurance proceeds Total	\$6,000 500 \$6,500	Sculpture Studio - Demolition Total	\$250 \$250	\$35,880 57.2%
Housing Facilities	Hoyt Renovation Total	\$1,775 \$1,775	Best Hall renovations Westview Apartment Renov. Total	\$1,500 200 \$1,700	Total	\$0	\$3,475 5.5%
Parking and Roadways	Handhelds, Pay in Lane* Oakwood/Washt Improvements * Bowen, Student Center Guest Lots Total	\$240 125 \$365	Pay in Lane* Bowman/Roosevelt Parking Lot * McKenny, Pease Guest Lots Total	\$160 400 \$560	Pay in Lane* McKenny Parking Lot * Alexander Guest Lot Total	\$75 825 \$900	\$1,825 2.9%
Asset Preservation/Deferred Maintten.	ADA/Sidewalk/Landscaping Snow Roof/Windows Munson Sanitary Piping All other Total	\$600 700 500 290 \$2,090	ADA/Sidewalk/Landscaping Boiler Replacement - design All other Total	\$475 500 480 \$1,455	ADA/Sidewalk/Landscaping Boiler Replacement Total	\$475 5,400 \$5,875	\$9,420 15.0%
Energy Conservation	Control Upgrades	\$325	Alexander Lighting Retrofit	\$400	Provision	\$300	\$1,025 1.6%
Safety and Security	Complex 1 Keyless Locks (Best, Wise, Buehl, Downing Halls)	\$750	Complex 3 Keyless Locks	\$1,000		\$0	\$1,750 2.8%
Information Technology (IT)	Infrastructure Replacement (incl. expanded campus student printing capy)	\$2,035	Infrastructure Replacement	\$2,000	Infrastructure Replacement	\$2,000	\$6,035 9.6%
Athletics	Title IX Compliance/NCAA Cert. (Univ. Funds) Tennis Courts (6+2, locker rms) Softball Fence and Scoreboard Womens Rowing (Shells) Student-Athl. Cntr (Acceptable) Swimming Locker Rooms Baseball Locker Room Soccer Scoreboard Total Title IX/NCAA Cert Convo Center Floor Replacement Rynearson Improvements Total	\$900 54 50 25 15 10 \$1,104 110 75 \$1,289	Title IX Compliance/NCAA Certification Womens Rowing (Shells) Other Athletics Convo Cntr Scoreboard Soccer Bleachers Total	50 50 965 40 \$1,055	Title IX Compliance/NCAA Certification Womens Rowing (Shells) Total	50 \$2,394 3.8%	
Eagle Crest, Contingency	Eagle Crest Contingency Total	\$200 90 \$290	Eagle Crest Contingency Total	\$100 200 \$300	Eagle Crest Contingency Total	\$100 200 \$300	\$890 1.4%
Total Capital Spending	Proposed Target (Over)/Under Target	\$38,049 \$36,700 (\$1,349)	Proposed Target (Over)/Under Target	\$13,965 \$16,000 \$2,035	Proposed Target (Over)/Under Target	\$10,680 \$10,000 (\$680)	\$62,694 \$62,700 \$6
	Priorities If Additional Funding Upgraded Rackham Renovations Upgraded Student-Athl. Center Additional IT infrastructure investment.		Priorities If Additional Funding Dining Services Renovations		Priorities if Additional Funding COB/Other Academic Fac Renovations Campus Roadway Improvements		