

# 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)	<b><u>Recommended 2011-12 Budget</u></b>
<b><u>Major Academic Facility Projects</u></b>	
Mark Jefferson Science Project	\$ 19.4
Pray-Harrold	<u>7.3</u>
Total	\$ 26.7
<b><u>Other Spending (by Category)</u></b>	
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
<b>Total 2010-11 Capital Expenditures</b>	<b><u>\$ 38.1</u></b>

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	\$19,400	Science Complex	\$6,000	Sculpture Studio - Demolition	\$250	\$35,880 57.2%
	Play-Harold	7,300	McKenny Hall *	500			
	Swing Space - PH	250					
Housing Facilities	Fletcher - Childrens Institute	280	* \$1.2M w/insurance proceeds				\$3,475 5.5%
	Rackham/HHS Renovations	1,900					
	Total	\$29,130	Total	\$6,500	Total	\$250	
Parking and Roadways	Hoyt Renovation	\$1,775	Best Hall renovations	\$1,500			\$1,825 2.9%
			Westview Apartment Renov.	200	Pay in Lane*	\$75	
	Total	\$1,775	Total	\$1,700	McKenny Parking Lot	825	
Asset Preservation/Deferred Mainten.	Handhelds, Pay in Lane*	\$240	Pay in Lane*	\$160	* Alexander Guest Lot	\$900	\$9,420 15.0%
	Oakwood/Washt Improvements	125	Bowman/Roosevelt Parking Lot	400			
	* Bowen, Student Center Guest Lots		* McKenny, Pease Guest Lots				
Energy Conservation	Total	\$365	Total	\$560			\$1,025 1.6%
	ADA/Sidewalk/Landscaping	\$600	ADA/Sidewalk/Landscaping	\$475	ADA/Sidewalk/Landscaping	\$475	
	Snow Roof/Windows	700	Boiler Replacement - design	500	Boiler Replacement	5,400	
Safety and Security	Munson Sanitary Piping	500	All other	480			\$1,750 2.8%
	All other	290					
	Total	\$2,090	Total	\$1,455		\$5,875	
Information Technology (IT)	Control Upgrades	\$325	Alexander Lighting Retrofit	\$400	Provision	\$300	\$6,035 9.6%
	Complex 1 Keyless Locks (Best, Wise, Buell, Downing Halls)	\$750	Complex 3 Keyless Locks	\$1,000		\$0	
	Infrastructure Replacement (Incl. expanded campus student printing cap'y)	\$2,035	Infrastructure Replacement	\$2,000	Infrastructure Replacement	\$2,000	
Athletics	Title IX Compliance/NCAA Cert. (Univ Funds)	\$900	Title IX Compliance/NCAA Certification	50	Title IX Compliance/NCAA Certification	50	\$2,394 3.8%
	Tennis Courts (6+2, locker rms)	54	Womens Rowing (Shells)	50	Womens Rowing (Shells)	50	
	Softball Fence and Scoreboard	50	Other Athletics		Other Athletics		
Eagle Crest, Contingency	Student-Athl. Cntr (Acceptable)	25	Convo Cntr Scoreboard	965	Convo Cntr Scoreboard	965	\$890 1.4%
	Swimming Locker Rooms	15	Soccer Bleachers	40	Soccer Bleachers	40	
	Baseball Locker Room	10					
Total Capital Spending	Soccer Scoreboard	\$1,104	Total	\$50	Total	\$1,055	\$62,694 \$62,700 (\$60)
	Total Title IX/NCAA Cert	110					
	Convo Center Floor Replacement	75					
Total Capital Spending	Ryneason Improvements	\$1,289	Eagle Crest	\$100	Eagle Crest	\$100	\$62,694 \$62,700 (\$60)
			Contingency	200	Contingency	200	
	Total	\$290	Total	\$300	Total	\$300	
Total Capital Spending	Proposed Target	\$38,049	Proposed Target	\$13,965	Proposed Target	\$10,680	\$62,694 \$62,700 (\$60)
	(Over)/Under Target	\$36,700	(Over)/Under Target	\$16,000	(Over)/Under Target	\$10,000	
		(\$1,349)		\$2,035		(\$680)	
Total Capital Spending	Priorities if Additional Funding	Upgraded Rackham Renovations	Priorities if Additional Funding	Dining Services Renovations	Priorities if Additional Funding	COB/Other Academic Fac Renovations	Campus Roadway Improvements
	Upgraded Student-Athl. Center						
	Additional IT infrastructure investment						