

# **BOARD OF REGENTS**

## **EASTERN MICHIGAN UNIVERSITY**

**SECTION: 24**

**DATE:**

June 18, 2013

### **RECOMMENDATION**

#### **FISCAL YEAR 2013-14 CAPITAL BUDGET AND THREE YEAR CAPITAL PLAN**

#### **ACTION REQUESTED**

It is recommended that the Board of Regents approve a fiscal year 2013-14 University Capital budget of \$9.2 million. It is also recommended that the Board receive and place on file the three year capital plan for the fiscal years 2013-14 through 2015-16.

#### **STAFF SUMMARY**

The five years from fiscal year 2008-09 through 2012-13 represented a period of unprecedented capital investment at Eastern. Over the period, capital spending totaled \$220 million. Two-thirds of the spending (\$146 million) was invested in academic facility enhancements, 10% (\$22 million) in housing and dining facility renovations and improvements, with the balance (\$23% or \$52 million) invested in campus infrastructure (buildings, grounds, parking, roadway improvements), IT infrastructure and campus technology, and other student and athletic facilities.

The projects included in the recommended fiscal year 2013-14 capital budget of \$9.2M are shown on Attachment 1 and reflect a continuing commitment to upgrade campus technology, both in the classrooms and in other campus buildings. The recommendation also reflects investments required to support the new Physician Assistant program and growth in the School of Health and Human Services as well as critical asset preservation spending.

Over the next three years, capital spending of \$26.4 million is planned (Attachment 2). In addition to ongoing investments in technology and academic buildings which represent over half of the spending (\$14.2 million), \$5.2 million in investment is planned for housing, dining and student facility renovations with Wise Hall the next residence hall to undergo a major renovation.

#### **FISCAL IMPLICATIONS**

Approval of the capital budget recommendation establishes the University's authorization for 2013-14 capital spending.

#### **ADMINISTRATIVE RECOMMENDATION**

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

University Executive Officer

Date

**Eastern Michigan University**  
**Capital Expenditure Budget**  
**Fiscal Year 2013-2014**

(In Thousands)	<b><u>Recommended 2013-14 Budget</u></b>
<b><u>Academic Facilities</u></b>	
Rackham Relocations/Electrical	\$ 785
Sculpture Studio	750
Physicians Assistant	425
Classroom Technology	375
Alexander FFE/Accreditation	150
Total Academic Facilities	<u>\$ 2,485</u>
<b><u>Housing, Dining and Student Facilities</u></b>	
Residence Hall Capacity Expansion	\$ 400
McKenny Transfer Center	225
Housing Market and Facility Analysis	200
Snow Health Center Foundation	135
Brown Furniture	80
Student Center Furniture	75
Total Housing, Dining, Student Facilities	<u>\$ 1,115</u>
<b><u>Information Technology (IT)</u></b>	
Network/Servers/IT Infrastructure	\$ 1,850
Campus Wireless	700
Voice Over Internet (VOIP)	325
Total Information Technology	<u>\$ 2,875</u>
Parking and Roadways	1,140
Asset preservation and deferred maintenance	950
Safety and Security	250
Eagle Crest	250
Athletic facilities	100
Contingency	60
<b>Total 2013-14 Capital Expenditures</b>	<b><u><u>\$ 9,225</u></u></b>

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

Attachment 2

(In Thousands)

Spending Category	FY 2013-14		FY 2014-15		FY 2015-16		FY14-FY16 Three Year Totals
	Capital Project	Amount	Capital Project	Amount	Capital Project	Amount	
<b>Academic Facilities</b>	Classroom Technology	\$ 375	Classroom Technology	\$ 750	Classroom Technology	\$ 750	\$ 6,330 24.0%
	Phys. Assist-St Joes	425	Phys. Assist-St Joes	300	Rackham Renov Completion	2,000	
	Alexander Accreditation	100	Alexander Accreditation	TBD			
	Alexander FF&E	50	Strong Window Repairs	45			
	Rackham Relocations/Electr.	785	Acad Bldg Asset Preserv (East Campus, Other)	TBD			
	Sculpture Studio	750					
	Total	\$ 2,485	Total	\$ 1,095	Total	\$ 2,750	
<b>Housing, Dining and Student Facilities</b>	McKenny Transfer Cntr/Other	\$ 225	Wise Hall Renovation	\$ 2,000	Village Refresh	\$ 500	\$ 5,165 19.6%
	Student Center Furniture	75	Dining Commons - Wise Room	200	Apartment renovations	265	
	Brown Furniture	80	Eateries Refresh	250	Kitchens I (DC or Eateries)	200	
	Res Hall Capacity I and II	400	Student Center Furniture	75	Student Center Ballroom	110	
	Snow Health foundation repairs	135	Snow Renovation	TBD	FYC Refresh (\$25K/floor)	450	
	Housing Study/Analysis	200	REC/IM Renovation	TBD	Housing Cap'y/Jones-Goddard (Possible Public-Private Partnership)	TBD	
	Fletcher (ACC Grant Funded)	TBD					
	Total	\$ 1,115	Total	\$ 2,525	Total	\$ 1,525	
<b>Parking and Roadways</b>	Bowman Roosevelt Lot	\$ 1,000	Ainsley Cul-de-Sac (Constr'n)	\$ 310	Green Lot #2	\$ 500	\$ 2,200 8.3%
	Boathouse Parking lot	100	Hewitt Road Project	TBD	Rynearson Lot Phase #2	250	
	Ainsley Cul-de-Sac (Design)	40					
	Total	\$ 1,140	Total	\$ 310	Total	\$ 750	
<b>Asset Preservation/Deferred Maintn.</b>	ADA/Sidewalk/Landscaping	\$ 450	ADA/Sidewalk/Landscaping	\$ 450	ADA/Sidewalk/Landscaping	\$ 450	\$ 1,850 7.0%
	McKenny Vault/Warner Tunnel	325					
	Warner Steam Line	175					
	Total	\$ 950	Total	\$ 450		\$ 450	
<b>Energy Conservation</b>	Energy Mgmnt Provision	\$ -	Res Halls (fastest payback) (\$2.4M identified conservation measures)	\$ 200	Energy Mgmnt Provision	\$ -	\$ 200 0.8%
<b>Safety and Security</b>	Cameras/Fencing	\$ 250	Provision	\$ 75	Provision	\$ 50	\$ 375 1.4%
<b>Information Technology (IT)</b>	Network/Servers	\$ 1,850	Network/Servers	\$ 1,500	Network/Servers	\$ 1,500	\$ 7,900 30.0%
	Campus Wireless	700	Campus Wireless/Cellular	750	Campus Wireless/Cellular	950	
	Voice Over Internet (VOIP)	325	Voice Over Internet (VOIP)	325			
	Total	\$ 2,875	Total	\$2,575	Total	\$2,450	
<b>Athletic Facilities</b>	Womens Rowing (Shells)	\$ 50	Womens Rowing (Shells)	\$ 50	Womens Rowing (Shells)	\$ 50	\$ 1,250 4.7%
	Rynearson Concrete	50	Rynearson Provision	250	Rynearson Provision	50	
			Rynearson Turf	600	Convo Center Provision	100	
			Multi-Purpose Facility	TBD	Soccer Bleachers	50	
	Total	\$ 100	Total	\$ 900	Total	\$ 250	
<b>Eagle Crest, Contingency</b>	Eagle Crest CC & GC	\$ 250	Eagle Crest CC & GC	\$ 400	Eagle Crest CC & GC	\$ 250	\$ 1,105 4.2%
	Contingency	60	Contingency	70	Contingency	75	
	Total	\$ 310	Total	\$ 470	Total	\$ 325	
<b>Total Capital Spending</b>	Proposed	\$ 9,225	Proposed	\$ 8,600	Proposed	\$ 8,550	\$ 26,375
	Target	9,225	Target	8,600	Target	8,550	
	(Over)/Under Target	\$ -	(Over)/Under Target	\$ -	(Over)/Under Target	\$ -	