

BOARD OF REGENTS
EASTERN MICHIGAN UNIVERSITY

SECTION: 27
DATE: June 19, 2012

RECOMMENDATION
FISCAL YEAR 2012-2013 CAPITAL BUDGET AND THREE YEAR CAPITAL PLAN

ACTION REQUESTED

It is recommended that the Board of Regents approve a fiscal year 2012-2013 University Capital budget of \$21.7 million. A summary of 2012-13 capital spending by major project 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 2012-13 through 2014-15 (Attachment 2).

STAFF SUMMARY

The recommended University capital expenditure budget of \$21.7 million for the 2012-13 fiscal year includes \$8.5 million to complete Eastern's Science Complex project. The Science Complex project will be completed on budget (\$90 million total project cost) and on schedule (Fall 2012).

The five years from fiscal year 2008-09 through 2012-2013 represent a period of unprecedented capital investment at Eastern. Over the period, capital spending will exceed \$210 million with two thirds of the spending (67%) for academic facility enhancements, 8% for housing improvements, 5% for IT Infrastructure, 4% for athletics facilities, with the balance (16%) for safety & security, energy savings, parking, and high priority asset preservation and infrastructure projects.

For fiscal year 2012-2013, the remaining recommended capital spending of \$13.2 million reflects a balance of housing facility enhancements, classroom technology improvements, upgrades in wireless capability on campus and other IT infrastructure investment, and critical asset preservation projects as well as parking, safety and security, athletics facility and energy savings projects (Attachment 1).

Over the next three years (2012-13 through 2014-15), capital spending of \$41.7 million is planned including significant investments in technology (classroom technology, campus wireless, IT infrastructure). The projects contemplated in the three-year capital plan are shown on Attachment 2.

FISCAL IMPLICATIONS

Approval of the budget recommendation outlined above establishes the University's authorization for 2012-13 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 2012-2013**

(In Millions)	<u>Recommended 2012-13 Budget</u>
<u>Major Academic Facility Projects</u>	
Complete Science Complex Project	\$ 8.5
<u>Other Major Projects</u>	
Best Hall Renovation	\$ 2.0
IT Infrastructure and VOIP	1.9
Classroom Technology	1.0
Campus Wireless	0.9
Parking-Related	0.9
Athletics Facility-Related	0.9
Warner Renovations	0.6
McKenny Renovations	0.6
Energy Savings	0.4
Apartments and Student Center	0.3
Safety and Security	0.3
High Priority Asset Preservation & Infrastructure	3.0
Contingency / Other	<u>0.4</u>
Total	\$ 13.2
Total 2012-13 Capital Expenditures	<u>\$ 21.7</u>

Attachment 2

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

(In Thousands)

Spending Category	FY 2012-13		FY 2013-14		FY 2014-15		FY13 - FY15 Three Year Totals
	Capital Project	Amount	Capital Project	Amount	Capital Project	Amount	
Academic Facilities	Science Complex Classroom Technology / Linguistics re-location McKenny Hall * funding incl. \$0.6M insurance proceeds	\$8,500 1,000 600 \$10,100	Classroom Technology Alexander FF&E	\$650 50	Classroom Technology King - Faculty Offc Phase 1	\$500 600	\$11,900 28.5%
Housing, Dining and Student Facilities	Best Hall (renov/locks) Westview Apartment Renov. Olds Jones Pool filter Student Center Furniture Warner-Locker Room Upgrade	\$2,000 250 550 75 300 \$3,175	Esteries Refresh Commons - Wise Room Brown Furniture Student Center Furniture	\$250 200 100 75 \$625	Wise Hall (renov/locks) RECHM (Phase 1) ** funding plan to be developed including consideration of dedicated student fee	\$2,000 250 250 \$2,250	\$6,050 14.5%
Parking and Roadways	Indoor Facility Additional Lot Rynearson Lot - Shuttle Area McKenny Lot Completion Oakwood/Mayhew Intersection	\$400 300 200 50 \$950	Bowman Roosevelt Lot	\$1,000	Green Lot #2 Rynearson Phase #2	\$500 500	\$2,950 7.1%
Asset Preservation/Deferred Maintn.	ADA/Sidewalk/Landscaping Alexander Chiller Utility Tunnel/COB Cooling Twr Roof Repl/Repair (Quirk, Sil, Alexander, Sherzer, Rackham)	\$450 320 410 1,280 \$2,460	ADA/Sidewalk/Landscaping Snow Roof/Windows	\$450 1,000	ADA/Sidewalk/Landscaping King windows King elevator	\$450 1,250 250	\$5,360 14.1%
Energy Conservation	Alexander Lighting Retrofit	\$425	Provision	\$0	Provision	\$100	\$525 1.3%
Safety and Security	Additional Cameras and Southeast perimeter fence	\$300	Provision	\$200	Provision	\$100	\$600 1.4%
Information Technology (IT)	Network/Servers Campus Wireless (Phase 2) Voice Over Internet (VOIP) Phone Charging Kiosks	\$1,075 880 795 15 \$2,705	Network/Servers Campus Wireless (Phase 3) Voice Over Internet (VOIP) Phone Charging Kiosks	\$2,500 1,800 650 30 \$4,980	Network/Servers Campus Wireless (Phase 4)	\$1,900 1,050	\$10,635 25.5%
Athletic Facilities	Women's Soccer and Tennis Locker Rooms Womens Rowing (Shells) Rynearson Improvements Ocsrike upgrades Convo Center Scoreboard Warner - Gymnastics/Wrestling	\$260 50 125 100 400 300 \$1,235	Womens Rowing (Shells) Rynearson Improvements Soccer Bleachers Convo Center Scoreboard	50 50 40 600 \$740	Convo Center Provision Womens Rowing (Shells) Rynearson Improvements	\$100 50 50 200 \$350	\$2,175 5.2%
Eagle Crest, Contingency	Eagle Crest CC & GC Contingency	\$250 100 \$350	Eagle Crest CC & GC Contingency	\$250 55 \$305	Eagle Crest Contingency	\$250 100 \$350	\$1,005 2.4%
Total Capital Spending	Proposed Target (Over)/Under Target	\$21,700 \$21,700 \$0	Proposed Target (Over)/Under Target	\$10,000 \$10,000 \$0	Proposed Target (Over)/Under Target	\$10,000 \$10,000 \$0	\$41,700 \$41,700 \$0