


**Minnesota**  
STATE COLLEGES  
AND UNIVERSITIES

**Minnesota State Colleges and Universities**  
**FY2010 -2015 Capital Budget**

**Finance, Facilities and Technology Committee**  
**April 15, 2009**

The Minnesota State Colleges and Universities system is an Equal Opportunity employer and educator.



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**Objective**

- Discussion
- Size of the capital budget request
- Proposed projects & priorities for 2010
- Budget response to Strategic Plan
- Factoids and useful information
- Next steps

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## 2009 Bonding Bill Update

- Request: 9 projects + \$50M HEAPR = \$117.1 million
- Bills have passed both legislative bodies

	<u>House</u>	<u>Senate</u>
Projects	\$37.9M	\$40.3M
HEAPR	30.0	50.0

- Conference Committee met April 14

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## Size of the Capital Budget

	1998	2000	2002/03	2004/05	2006	2007	2008
Capital Budget Request	\$214.4	\$230.0	\$268.4	\$292.6	\$280.4	\$33.8	\$350.2
Line-item Projects	\$123.4	\$130.0	\$151.0	\$175.0	\$169.4	\$3.8	\$240.2
HEAPR	\$91.0	\$100.0	\$100.0	\$100.0	\$110.0	\$30.0	\$110.0

Appropriation Enacted	\$143.1	\$131.1	\$218.6	\$213.6	\$191.4	\$0.0	\$234.2
% of Request	67%	57%	81%	73%	68%	0%	67%
HEAPR Received	\$43.0	\$30.0	\$60.0	\$41.5	\$40.0	\$0.0	\$55.0
% of HEAPR Request	47%	30%	60%	42%	36%	0%	50%

\$ in millions

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## Size of the Capital Budget

	2009	2010	2012	2014
Capital Budget Request	\$117.1	\$403.6	\$385.0	\$385.0
Line-item Projects	\$67.1	\$293.6	\$275.0	\$275.0
HEAPR	\$50.0	\$110.0	\$110.0	\$110.0
User Financing	\$22.4	\$97.9	\$91.7	\$91.7
General Obligation	\$94.7	\$305.7	\$293.3	\$293.3

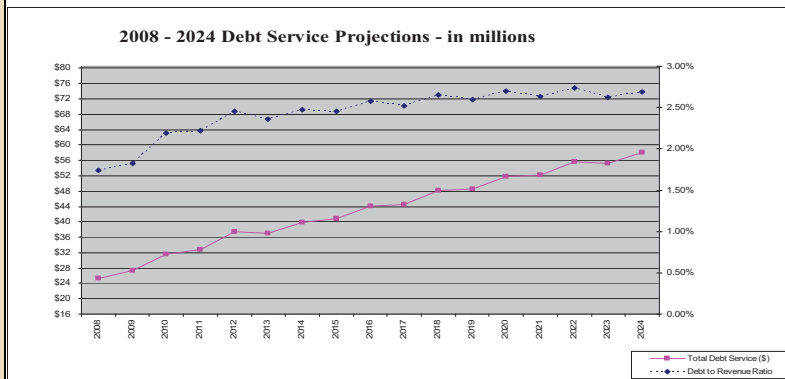
\$ in millions

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## Size of the Capital Budget

### Debt Service projections

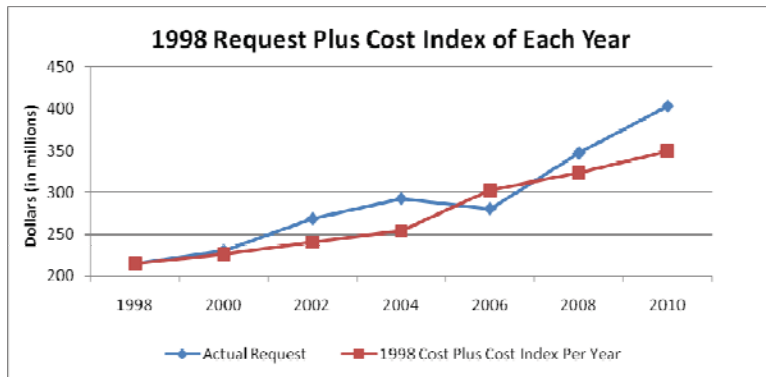


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## Size of the Capital Budget

### Program cost inflation




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## 2010 – 2015 Capital Budget

- FY2010 “baseline”
  - HEAPR \$110
  - Vetoed \$ 46.5 million (w/ inflation)
  - Carry forward \$197
  - Subtotal \$353.5 million
- FY2010 new projects
  - 7 proposals \$ 32.9 million
  - Initiatives \$ 17.2
- Total \$403.6 million


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## Projects and Priorities

- Priority #1 – Higher Education Asset Preservation and Replacement (HEAPR) – \$110 million
- Current backlog of maintenance and repair = \$685 million
- Current Condition Index = 0.12
- Continues plan to decrease backlog and improve existing facilities

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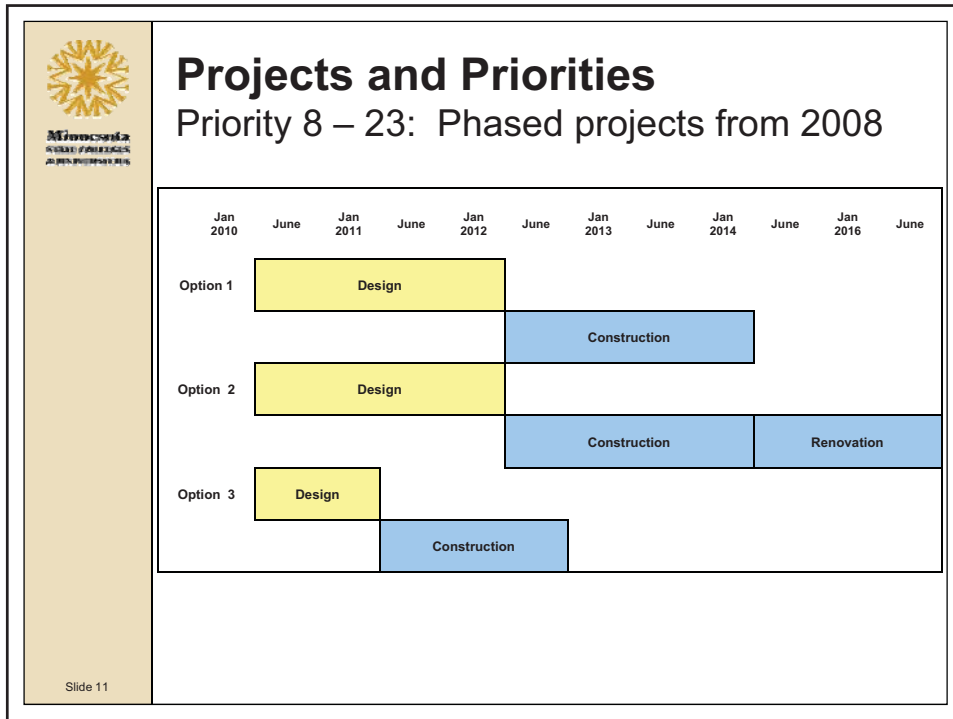


## Projects and Priorities

### Priority 2 – 7: Vetoed projects from 2008

	Institution Name	Campus	Project Description	Funded FY2008	Proposed FY2009	Proposed FY2010	Proposed FY2012	Proposed FY2014
2	North Hennepin Community College	Brooklyn Park	Business and Technology Addition and Renovation	Vetoed	13,970,000	15,000,000		
3	Central Lakes College, Mn State Community & Tech College, MinWest Community & Tech College, Northland Community & Tech College, Pine Technical College, Rochester Community & Tech College	Brainerd, Wadena, Moorhead, Pipestone, Thief River Falls, Pine City, Rochester	Classroom Renovation Initiative	Vetoed	3,810,000	4,100,000		
4	Lake Superior College	Duluth	Health Science Center Addition	Vetoed	11,550,000	12,400,000	4,800,000	
5	Metropolitan State University	St. Paul	Classroom Center	Vetoed	5,700,000	5,860,000		
6	NHED Mesabi Range Community Technical College	Eveleth	Shop Space Addition and Renovation	Vetoed	5,250,000	5,650,000		
7	Dakota County Technical College	Rosemount	Property Acquisition Note: \$8.805 million vetoed included BSU, Fond du Lac T&CC, MSU Moorhead Edison School, Vermilion CC and DCTC; did not include MSCCTC Moorhead Firestation, MSC Southeast Tech Bergwall Arena, and Metropolitan State University adjacent property. See line #32 below for 2010 BSU proposal.	Vetoed	0	3,500,000		

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**Projects and Priorities**  
Priority 8 – 23: Phased projects from 2008

	Institution Name	Campus	Project Description	Funded FY2008	Proposed FY2009	Proposed FY2010	Proposed FY2012	Proposed FY2014
8	Alexandria Technical College	Alexandria	Phase 2: renovation of vacated space from new Law Enforcement Center	10,500,000		4,400,000		
9	Minnesota State Community Technical College	Moorhead	Phase 2: Library and Classroom Addition	2,500,000		5,500,000		
10	Anoka Ramsey Comm College	Coon Rapids	Phase 2: Classroom Building Renovation	3,800,000		5,000,000		
11	Hennepin Technical College	Eden Prairie	Learning Resource Center/Student Service Center	2,400,000	10,600,000	10,600,000		
		Brooklyn Park	Learning Resource Center/Student Service Center					
12	Minneapolis Community Technical College	Minneapolis	Workforce Program and Infrastructure Renovation	400,000		13,050,000	4,800,000	
13	Ridgewater Community Technical College	Willmar	Technical Instruction Construction and Renovation	3,500,000		14,500,000		
14	Minnesota West Community and Technical College	Worthington	Fieldhouse Renovation & Addition	450,000	4,730,000	4,730,000		
15	South Central College	Fanbault	Classroom Renovation and Addition	400,000		13,500,000		
16	Anoka Ramsey Community College	Anoka Ramsey	BioScience and Allied Health	900,000		16,500,000		
17	North Hennepin	North Hennepin	BioScience and Health Careers Center			27,000,000		
18	Mn State University Moorhead	Moorhead	Livingston Lord Library Renovation	400,000		15,410,000		
19	Southwest Mn State University	Marshall	Science Lab Renovation	200,000	5,900,000	5,900,000		
20	St. Cloud State University	St. Cloud	Integrated Science and Engineering Laboratory Facility	900,000		44,770,000		
21	Dakota County Technical College	Rosemount	Transportation and Emerging Technologies	200,000		7,300,000	7,000,000	
22	St. Cloud Technical College	St. Cloud	Allied Health Center	200,000	5,600,000	5,600,000		
23	Rochester Community Technical College	Rochester	Workforce Center Co-location (total project cost with Workforce Center estimated at \$8,500,000)	200,000		3,250,000		

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## Projects and Priorities

### Priority 24 – 32: New projects

	Institution Name	Campus	Project Description	Funded FY2008	Proposed FY2009	Proposed FY2010	Proposed FY2012	Proposed FY2014
24	Bemidji State Univ, Century College, MSCTC Moorhead, MSU Moorhead, NRED Hibbing, NRED Itasca, NRED Mesabi-Eveleth, NW Technical, South Central College N. Mankato	Bemidji, White Bear Lake, Moorhead, Hibbing, Grand Rapids, Eveleth, North Mankato	STEM Initiative; Renovations at 9 campuses			5,500,000	7,000,000	7,000,000
25	Mn State University, Mankato	Mankato	Clinical Science Building			1,955,000	34,685,000	5,216,000
26	Normandale Community College	Bloomington	Academic Partnership Center and Student Services			23,339,000	14,998,000	
27	Bemidji State University	Bemidji	Business Remodel of Memorial Hall			982,000	16,244,000	
28	Metro State University	St Paul	Science Education Center			3,646,000	34,100,000	
29	Rochester Community Technical College	Rochester	Classroom Renovation and Infrastructure Improvements			987,625	13,361,950	
30	Anoka Technical College, Central Lakes Staples, Mn West Pipestone and Carby, MSCTC Wadena, Riverland Albert Lea, St. Cloud Technical, St. Paul College	Anoka, Staples, Pipestone, Carby, Wadena, Albert Lea, St. Cloud, St. Paul	Technical College Library Initiative; Renovation at 8 campuses			3,900,000		
31	Bemidji State University, Minneapolis C&TC	Bemidji, Minneapolis	Property Acquisition			7,300,000		
32	Bemidji State University, Northland C&TC	Bemidji, Thief River Falls	Demolition and environmental abatement of outdated, obsolete facilities			2,500,000		

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## Projects and Priorities - Summary

- Grand total      \$403.6 million
- Projects            \$293.6
- HEAPR             \$110.0
  
- Phased into 2012      \$137 million

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## Response to Strategic Plan

- Scoring results and analysis
- Enrollment growth
- STEM facilities
- Modernization, rightsizing and renovation

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## Response to Strategic Plan

- All projects correlate well
- Carry forward projects not rescored
- Carry forward projects meet all or most of the current Strategic Directions
- Reaffirm year over year priorities


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Project Priority	Institution/Campus Name	Project Description	2010 Strategic Directions			
			Access & Opportunity	High Quality Learning	Spice & Region Economic	Innovation Education Efficiency
<b>Current Projects from 2008</b>						
2	North Hennepin Community College	Business and Technology Addition and Renovation	✓	✓	✓	✓
3	Duluth Renovation Initiative (2 campuses)	Classroom Renovation Initiative	✓	✓	✓	✓
4	Lake Superior College	Health Science Center Addition	✓	✓	✓	✓
5	Metropolitan State University	Classroom Center	✓	✓	✓	✓
6	NEED Mesabi Range Community and Technical College - Evelev	Shop Space Addition and Renovation	✓	✓	✓	✓
7	Saints County Technical College	Property Acquisition	✓	✓	✓	✓
<b>2009 Forward Projects - Planned from 2008</b>						
8	Alexandria Technical College	Phase 2: renovation of vacated space for 2008 public law Enforcement Center	✓	✓	✓	✓
9	Minnesota State Community and Technical College - Moorhead	Phase 2: Library and Classroom Construction	✓	✓	✓	✓
10	Anoka Ramsey Community College - Coon Rapids	Phase 2: Classroom Building Renovation for Fine Arts Addition	✓	✓	✓	✓
11	Hennepin Technical College-Knowlton Park and Eden Prairie	Learning Resource Center/Student Services Center	✓	✓	✓	✓
12	Minneapolis Community and Technical College	Production Program and Introductory Renovation	✓	✓	✓	✓
13	Redeemer Community and Technical College - Mpls	Technical Instruction Construction and Renovation	✓	✓	✓	✓
14	Minnesota West Community and Technical College-Whitstone	Fieldhouse Renovation and Addition	✓	✓	✓	✓
15	South Central College-Fairbairn	Classroom Renovation and Addition	✓	✓	✓	✓
16	Anoka Ramsey Community College-Coon Rapids	BiScience and Allied Health	✓	✓	✓	✓
17	North Hennepin Community College	BiScience and Health Careers Center	✓	✓	✓	✓
18	Minnesota State University Moorhead	Longman Lind Library Renovation	✓	✓	✓	✓
19	Southwest Minnesota State University	Science Lab Renovation	✓	✓	✓	✓
20	St. Cloud State University	Integrated Science and Engineering Laboratory	✓	✓	✓	✓
21	Dakota County Technical College	Transportation and Emerging Technologies	✓	✓	✓	✓
22	St. Cloud Technical College	Allied Health Center	✓	✓	✓	✓
23	Rochester Community and Technical College	Workforce Center Co-location	✓	✓	✓	✓
<b>New Projects for 2009</b>						
25	STEM Renovation Initiative (3 campuses)	STEM Renovation Initiative	✓	✓	✓	✓
26	Minnesota State University, Mankato	Clinical Science Building	✓	✓	✓	✓
27	Hennepin Community College	Academic Partnership Center and Student Services	✓	✓	✓	✓
28	Bemidji State University	Business Renovation of Memorial Hall	✓	✓	✓	✓
29	Metropolitan State University	Science Education Center	✓	✓	✓	✓
30	Rochester Community and Technical College	Classroom Renovation & Infrastructure Improvements	✓	✓	✓	✓
31	Technical College Library Initiative (2 campuses)	Technical College Library Initiative Renovation	✓	✓	✓	✓
32	Bemidji State University, Minnesota Community and Technical College	Property Acquisition	✓	✓	✓	✓
33	Bemidji State University, Redwood Community and Technical College	Demolition and environmental abatement of existing, obsolete facilities	✓	✓	✓	✓

Exceeds Strategic Direction  Meets Strategic Direction

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## Response to Strategic Plan

- Enrollment growth
  - Metropolitan area
    - 295,000 new gross square feet
    - Phased and new projects
    - Emphasis on enhancing 4-year program delivery at multiple locations
  - Outstate
    - Targeted growth areas
    - Specific regional programs

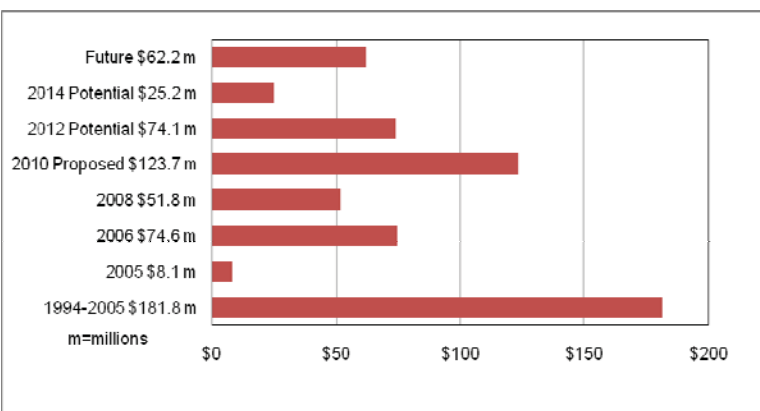
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## Response to Strategic Plan

### Science, Technology, Engineering and Math (STEM)



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## Response to Strategic Plan

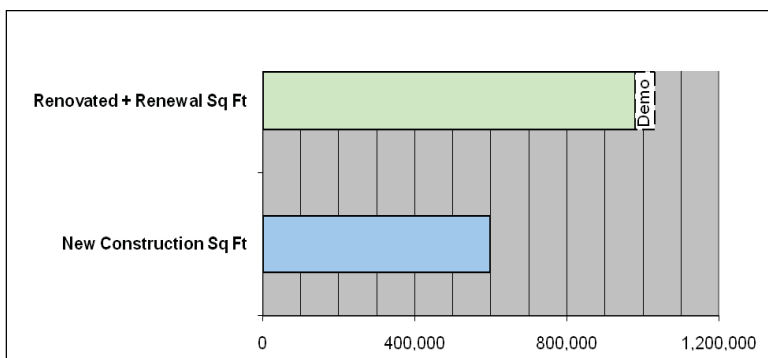
- Healthcare-related projects
  - Phased and new projects support allied health programs state-wide
  - Allied health programs have flexible lab and classroom space for realignment to future workforce needs
  - Continuing demand forecasted

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## Response to Strategic Plan

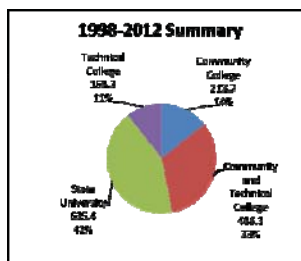
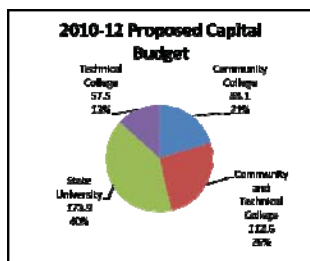
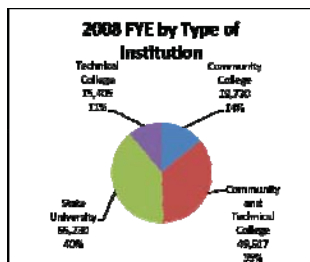
Modernization, rightsizing and renovation of outdated facilities



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## Supporting information



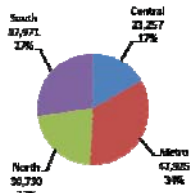
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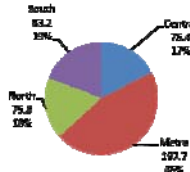
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## Supporting information

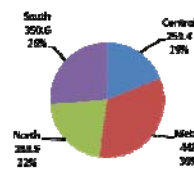
2008 FYE by Region



2010-12 Proposed Capital Budget



1998-2012 Summary

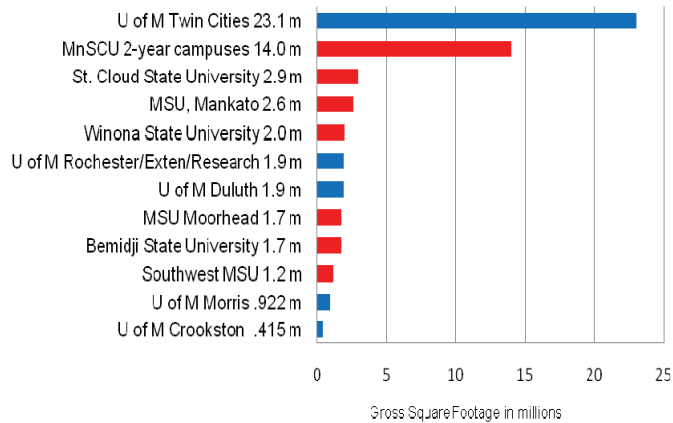


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## Supporting information



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## Next steps

- ✓ Dec 08 – Final project submittals
- ✓ Jan 09 – Team reviews and scoring
- ✓ Feb 09 – Proposed project and priority list with six-year plan; Board hearing
- May 09 – Chancellor’s recommendation
- Jun 09 – Board final action; capital budget submitted to MMB and Governor
- July thru Dec 09 – Legislative visits to campuses
- Feb 2010 – Legislative session begins; Governor’s bonding recommendations

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