

**MINNESOTA STATE COLLEGES AND UNIVERSITIES
BOARD OF TRUSTEES**

Agenda Item Summary Sheet

Committee: Finance, Facilities and Technology **Date of Meeting:** January 21, 2009

Agenda Item: FY2010-2015 Capital Budget Update

Proposed Policy Change Approvals Required by Policy Other Approvals Monitoring

Information

Cite policy requirement, or explain why item is on the Board agenda: Board Policy 6.5.1, Capital Program Planning, requires the Board of Trustees to establish criteria for and approve a prioritized multi-year capital budget, approve capital project priorities and guidelines, and final capital projects lists.

Scheduled Presenter(s): Laura M. King, Vice Chancellor – Chief Financial Officer
Allan Johnson, Associate Vice Chancellor Facilities

Outline of Key Points/Policy Issues: Discussions at the November Board meeting indicated that staff could develop an FY2010 capital budget request in the range of \$380 to \$410 million, but with great care to not oversubscribe 2012 with a large number of phased projects, or “tails.” Secondly, the Board indicated that the capital budget hearing, now planned for February 25, 2009, should focus on those colleges and universities that have concern over their project’s placement or non-placement on the draft capital projects priority list to be released in early February 2009.

Background Information: Capital budgets in the last 10 years have focused heavily on capital reinvestment of the System’s existing physical plant. The Board’s direction provided in this cycle’s Capital Budget Guidelines continue this policy, which results in major capital projects for renovation and renewal while building new space only when clearly justified. A detailed presentation on methods used to quantify the physical condition of campus buildings and thereby provide a basis for budgeting capital reinvestment will be made.

Facilities Renewal and Reinvestment Model (FRRM)

Exhibit 1

Institution/Campus	2008			FCI = CRV/Backlog						
	Gross Sq Ft (GSF)	Current Replace Value (CRV) (\$000)	Backlog (\$000)	Renewal (\$000)		Facilities Condition Index (FCI)				
				5 Year	10 Year	2006 Backlog	2007 Backlog	2008 Backlog	Backlog + 5 Year	Backlog + 10 Year
Alexandria TC	443,228	115,344	20,753	5,826	7,915	0.22	0.29	0.18	0.23	0.25
Anoka TC	323,839	84,634	6,656	4,141	8,995	0.08	0.08	0.08	0.13	0.18
ARCC Cambridge	115,968	28,425	769	1,769	2,288	0.02	0.03	0.03	0.09	0.11
ARCC Coon Rapids	357,135	94,630	14,313	3,774	8,570	0.15	0.15	0.15	0.19	0.24
BSU Bemidji	925,844	238,236	31,401	23,827	33,024	0.14	0.14	0.13	0.23	0.27
BSU/NWTC	104,445	19,160	524	1,283	6,185	0.04	0.04	0.03	0.09	0.35
Century College	659,872	164,234	42,136	6,232	9,646	0.24	0.25	0.26	0.29	0.32
CL CTC Brainerd	360,749	96,292	12,416	3,536	9,909	0.15	0.13	0.13	0.17	0.23
CL CTC Staples	280,598	62,594	4,445	9,896	10,867	0.07	0.07	0.07	0.23	0.24
Dakota Co TC	537,081	135,462	43,613	6,251	8,342	0.29	0.3	0.32	0.37	0.38
Fond du Lac Tribal CC	96,974	25,283	1,339	1,724	2,550	0	0	0.05	0.12	0.15
HTC Brooklyn Park	438,224	107,341	10,978	18,348	20,206	0.04	0.11	0.10	0.27	0.29
HTC Eden Prairie	395,697	96,368	3,997	25,384	26,793	0.04	0.04	0.04	0.30	0.32
Inver Hills CC	298,245	77,694	5,005	8,275	12,452	0.07	0.05	0.06	0.17	0.22
Lake Superior College	362,605	90,121	10,478	7,373	11,971	0.13	0.13	0.12	0.20	0.25
Metro SU	275,448	69,024	919	307	2,455	0.01	0.01	0.01	0.02	0.05
Minneapolis CTC	1,072,390	348,788	59,270	23,858	34,317	0.11	0.11	0.17	0.24	0.27
MnWest Canby	90,841	23,492	937	1,999	3,439	0.05	0.05	0.04	0.12	0.19
MnWest Granite Falls	97,548	25,190	1,828	905	2,502	0.08	0.07	0.07	0.11	0.17
MnWest Jackson	110,800	28,643	1,183	725	1,582	0.05	0.04	0.04	0.07	0.10
MnWest Pipestone	85,601	19,697	3,435	1,635	3,254	0.11	0.15	0.17	0.26	0.34
MnWest Worthington	144,735	35,938	1,830	2,378	3,692	0.04	0.05	0.05	0.12	0.15
MSC SETC Red Wing	99,143	25,408	2,158	99	1,620	0.11	0.11	0.08	0.09	0.15
MSC SETC Winona	228,358	57,803	7,051	7,763	9,480	0.14	0.12	0.12	0.26	0.29
MSCTC Detroit Lakes	191,824	46,531	3,056	6,402	7,637	0.2	0.08	0.07	0.20	0.23
MSCTC Fergus Falls	165,848	43,673	544	5,017	6,622	0.01	0.02	0.01	0.13	0.16
MSCTC Moorhead	190,328	45,122	6,564	1,581	2,402	0.16	0.15	0.15	0.18	0.20
MSCTC Wadena	136,836	33,438	8,274	531	1,549	0.11	0.26	0.25	0.26	0.29
MSU Moorhead	1,150,475	317,496	67,576	10,934	21,193	0.24	0.21	0.21	0.25	0.28
MSU, Mankato	1,647,211	426,369	64,132	21,765	44,134	0.14	0.15	0.15	0.20	0.25
NHED Eveleth	84,373	20,591	4,319	950	1,401	0.2	0.2	0.21	0.26	0.28
NHED Hibbing	310,914	78,107	9,869	1,653	9,580	0.16	0.16	0.13	0.15	0.25
NHED Itasca	196,206	50,877	6,617	2,690	4,988	0.13	0.14	0.13	0.18	0.23
NHED Rainy River	88,967	22,475	3,319	2,159	3,896	0.11	0.11	0.15	0.24	0.32
NHED Verginia	124,210	30,554	1,065	3,469	4,232	0.03	0.03	0.03	0.15	0.17
NHED Vermilion	125,760	32,427	5,229	3,665	5,101	0.11	0.13	0.16	0.27	0.32
No Hennepin CC	412,066	102,241	6,197	6,011	10,152	0.04	0.06	0.06	0.12	0.16
Normandale CC	476,110	134,200	2,732	16,579	24,434	0.02	0.01	0.02	0.14	0.20
Northland EGF	162,832	40,772	9,915	4,005	5,167	0.15	0.14	0.24	0.34	0.37
Northland TRF	338,906	76,297	4,473	10,265	12,490	0.03	0.03	0.06	0.19	0.22
Pine TC	98,394	23,961	3,870	1,258	2,586	0.16	0.15	0.16	0.21	0.27
Ridgewater Hutchinson	195,906	47,232	1,513	924	2,741	0	0.02	0.03	0.05	0.09
Ridgewater Willmar	490,964	125,377	20,301	12,558	17,991	0.13	0.15	0.16	0.26	0.31
Riverland Albert Lea	146,322	36,170	6,256	1,997	3,256	0.18	0.19	0.17	0.23	0.26
Riverland Austin	361,379	91,096	13,537	7,442	12,200	0.17	0.15	0.15	0.23	0.28
Rochester CTC	738,527	194,278	20,670	5,429	14,640	0.13	0.13	0.11	0.13	0.18
St Cloud SU	1,970,895	527,139	43,164	45,697	70,879	0.1	0.15	0.08	0.17	0.22
St Cloud TC	451,444	100,909	3,629	5,535	11,826	0.06	0.06	0.04	0.09	0.15
Saint Paul College	517,612	164,363	30,145	8,930	16,600	0.29	0.21	0.18	0.24	0.28
SCTC Faribault	91,567	23,326	1,759	4,467	6,789	0.05	0.08	0.08	0.27	0.37
SCTC No Mankato	302,315	75,540	7,458	7,729	15,845	0.1	0.08	0.10	0.20	0.31
Southwest MSU	776,531	216,041	11,954	9,771	38,087	0.24	0.06	0.06	0.10	0.23
Winona SU	1,245,316	325,825	29,220	18,001	28,416	0.1	0.09	0.09	0.14	0.18
Total	21,095,406	5,522,228	684,791	394,722	648,888	0.13	0.13	0.12	0.20	0.24