

AGENDA

COMMITTEE ON CAMPUS PLANNING, BUILDINGS AND GROUNDS

Meeting: **12:45 p.m., Tuesday, July 23, 2013**
 Glenn S. Dumke Auditorium

Peter G. Mehas, Chair
Rebecca D. Eisen, Vice Chair
Douglas Faigin
Margaret Fortune
William Hauck
Lou Monville
J. Lawrence Norton
Cipriano Vargas

Consent Items

Approval of Minutes of Meeting of May 21, 2013

1. Amend the 2013-2014 Capital Outlay Program, Non-State Funded, *Action*

Discussion Items

2. Final Report on the 2013-2014 State Funded Capital Outlay Program, *Information*

**MINUTES OF MEETING OF
COMMITTEE ON CAMPUS PLANNING, BUILDINGS AND GROUNDS**

**Trustees of the California State University
Office of the Chancellor
Glenn S. Dumke Auditorium
401 Golden Shore
Long Beach, California**

May 21, 2013

Members Present

Peter Mehas, Chair
Margaret Fortune, Vice Chair
William Hauck
Lou Monville, Acting Chair of the Board
J. Lawrence Norton
Ian Ruddell
Timothy P. White, Chancellor

Approval of Minutes

The minutes for the March 2013 meeting were approved as submitted.

Amend the 2012-2013 Capital Outlay Program, Non-State Funded

With the concurrence of the committee, Trustee Mehas presented agenda item 1 as a consent action item. The committee recommended approval by the board of the proposed resolution (RCPBG 05-13-04).

Status Report on the 2013-2014 State Funded Capital Outlay Program

With the use of a PowerPoint presentation, Assistant Vice Chancellor Elvyra F. San Juan presented a report on the 2013-2014 State Funded Capital Outlay Program. The assembly and senate subcommittees have approved \$7.7 million to fund equipment for five projects and preliminary plans, working drawings and construction for a seismic upgrade project. The CSU also submitted the Cal Poly Pomona Administration/Student Services Replacement Building (Seismic) (\$76.5 million and the system's highest priority project) and Systemwide Infrastructure Improvement Program (\$22.8 million) for May Revision consideration. While these two projects were not approved for the May Revision, there is an opportunity to have them included in the Budget Bill through legislative committees. Staff is working on obtaining Department of Finance and Legislative Analyst's Office support for these projects for the forthcoming hearings.

Trustee Hauck asked the source of funding for these items and how much is left. Ms. San Juan responded that remaining General Obligation Bond funds are proposed for the Infrastructure Improvement Program and Lease Revenue Bond funds are anticipated for the Pomona project.

The amount of money left in the General Obligation (GO) Bond funds is sufficient to fund the \$22.8 million Infrastructure Improvement program request and equipment for projects already approved for construction. These remaining equipment projects are proposed for the 2014-2015 capital outlay program and total about \$10 million.

Ms. San Juan addressed the status of proposed trailer bill language that would provide the CSU with authority to use a limited amount of the support budget appropriation for capital improvements for either pay as you go, or for debt financing. The key language changes that the CSU proposed to the Department of Finance were: 1) to allow the CSU to pledge all the general fund revenues, to promote a stronger bond financing program, and 2) to remove the language that would shift the responsibility for the existing GO Bond debt from the state to the CSU. The Senate and Assembly subcommittees rejected the governor's trailer bill proposal, and the May Revise did not include any revised language from the administration for the subcommittees to consider.

Draft State and Non-State Funded Five-Year Capital Improvement Program 2014-2015 through 2018-2019

Ms. San Juan presented the draft state and non-state funded five-year capital improvement program to the board for approval that included the 2014 action year request. A final program will be presented for board approval at the September meeting with expected changes in the project cost based on an updated California construction cost index from the Department of Finance, along with possible revisions to project scope and budget.

In summary, the state request for the draft 2014-2015 capital program is \$481 million, relying upon legislative approval of Lease Revenue Bonds or voter approval of a General Obligation Bond for funding, assuming that the governor's trailer bill proposal to increase CSU's authority to finance academic buildings is not successful. The non-state program request is \$18.4 million.

A revised priority list proposed a change in the order of projects identifying the Pomona Administration/Student Services Replacement building as the CSU's highest priority project followed by the Systemwide Infrastructure Improvements program, Minor Capital Outlay program, and Equipment for new or renovated buildings.

Trustee Monville asked whether the projects on the priority list described as seismic retrofits or otherwise upgrades are part of the system's deferred maintenance list. Ms. San Juan responded that the estimate of capital renewal needs does not include program improvements such as accessibility or seismic upgrades, only renewal of existing systems.

The committee recommended approval by the board of the proposed resolution (RCPBG 05-13-05).

Approval of Schematic Plans

With a PowerPoint presentation, President Qayoumi along with Ms. San Juan presented the item for approval of schematic plans for San José State University—Spartan Stadium End Zone Building project. CEQA requirements for the project have been completed and staff recommends approval.

The committee recommended approval by the board of the proposed resolution (RCPBG 05-13-06).

Trustee Mehas adjourned the meeting.

COMMITTEE ON CAMPUS PLANNING, BUILDINGS AND GROUNDS

Amend the 2013-2014 Capital Outlay Program, Non-State Funded

Presentation By

Elvyra F. San Juan
Assistant Vice Chancellor
Capital Planning, Design and Construction

Summary

This item requests approval to amend the 2013-2014 non-state funded capital outlay program to include the following project:

**California State University, Stanislaus
Baseball and Softball Field Lighting**

PWC

\$939,000

California State University, Stanislaus seeks board approval to design and construct new field lighting for the Warrior Baseball and Warrior Softball Fields. The fields are located on the northeast side of campus, near the Student Recreation Complex. The proposed project will install energy efficient lighting with spillover shields at both fields, in conformance with NCAA guidelines. There is currently no lighting specifically for the two fields. The project includes bringing the appropriate power and related equipment to the sites.

This project will be funded by athletic donations and an Athletic fee referendum.

The following resolution is presented for approval:

RESOLVED, by the Board of Trustees of the California State University, that the 2013-2014 non-state funded capital outlay program is amended to include \$939,000 for preliminary plans, working drawings, and construction for the California State University, Stanislaus Baseball and Softball Field Lighting project.

COMMITTEE ON CAMPUS PLANNING, BUILDINGS AND GROUNDS

Final Report on the 2013-2014 State Funded Capital Outlay Program

Presentation By

Elvyra F. San Juan
Assistant Vice Chancellor
Capital Planning, Design and Construction

Summary

The governor signed the 2013-2014 state budget on June 27, 2013. The enacted budget reflects an increase over the amount the governor proposed in January 2013 to improve campus life-safety and to equip buildings funded for construction. The total amount approved for the CSU Capital Outlay Program is \$84,227,000.

Trustees' Request

The trustees approved the 2013-2014 capital outlay program at the September 2012 board meeting. The entire state funded priority list (38 projects) totaled \$520 million. The trustees approved the program even though capital funding was uncertain and relied upon the governor's and legislature's approval of lease revenue bond financing, and the use of remaining general obligation (GO) bond funds.

Governor's Budget

The governor's January budget and April revision proposed the use of remaining GO bonds to fund six projects totaling \$7.7 million. The governor also proposed to revert GO bond funds for projects that did not receive Federal Emergency Management Agency (FEMA) grant matching funds to perform critical seismic renovations. Lastly, the governor proposed a change to the CSU support budget under the description "Fiscal Incentives," whereby the current practice of the state to separately budget and annually adjust the debt service for general obligation bond and lease revenue bond financing for CSU capital improvement projects would change and no longer be funded as discrete items.

2013-2014 Budget

During the legislative process, changes were made to the Governor's budget proposal including the Assembly's Budget Subcommittee No. 2 on Education Finance approving the use of \$76.546

million in lease revenue bond financing to fund the California State Polytechnic University, Pomona Administration/Student Services Replacement Facility. On June 14, 2013 the legislature reached agreement with the governor on all outstanding budget proposals and voted approval of the 2013-2014 budget bill, AB 110. The governor signed the budget on June 27, 2013 and has additional time to sign any budget trailer bills. The total CSU 2013-2014 Capital Outlay Program funding for new projects (excluding the FEMA reversions noted above) includes:

| Campus | Project | Phase | Amount |
|------------------|--------------------------------------|--------------|---------------------|
| Bakersfield | Art Center and Satellite Plant | E | \$533,000 |
| Fresno | Faculty Office/Lab Building | E | \$383,000 |
| Maritime Academy | Physical Education Replacement | E | \$1,295,000 |
| San José | Spartan Complex Renovation (Seismic) | E | \$1,428,000 |
| Channel Islands | West Hall | E | \$2,258,000 |
| Bakersfield | Seismic Upgrade, Dore Theater | PWC | \$1,784,000 |
| Pomona | Admin/Student Services Replacement | PWC | \$76,546,000 |
| Total | | | \$84,227,000 |

The governor's proposal to increase the CSU's authority to manage the combining of the capital and support budgets and restructuring of the lease revenue bond debt was deleted from the budget trailer bill. The University of California was granted the consolidation of capital outlay and support budgets to include bond debt service as a pilot program for restructuring the capital outlay funding process.