

SOUTH DAKOTA BOARD OF REGENTS

Budget and Finance

**REVISED
AGENDA ITEM: 7 – N**

DATE: June 28-30, 2016

SUBJECT: FY17 General Fund M&R Allocation & M&R Projects

This past legislative session, the Governor recommended and the Legislature appropriated \$8,707,247 from the general fund for maintenance and repair (M&R) of the academic buildings. This is the final year of a four-year base increase to bring our maintenance and repair up to 2% of replacement cost.

Attachment I illustrates the formula distribution for the FY17 general fund M&R allocation. The University Centers are not in this allocation because the Centers do not receive general fund support. The general fund M&R allocation formula, like the HEFF M&R allocation formula, is based on 50% of the replacement values and 50% of the gross square footage for academic buildings. Board Policy 6:6 requires that up to 5% of the M&R allocation may be assigned towards planning and design to assist the universities in determining appropriate work scope of each proposed project. The funding for planning and design is identified as part of the allocation.

Attachment II lists the FY17 maintenance and repair projects submitted by the institutions for approval. The projects are categorized by Building Integrity, Campus Infrastructure, Energy and Utility Savings, Programmatic Suitability, or Public Health, Safety and Compliance. Projects are also classified as maintenance, repair, renovation, or alteration according to Board Policy 6:6.

The maintenance and repair policy provides for funding realignments and transfers between approved projects. Changes to the approved project list for projects estimated to cost \$50,000 to \$250,000 must be submitted for the Executive Director's approval and new projects costing more than \$250,000 must be submitted for Board approval. Projects under \$50,000 (all costs and contracts inclusive) may be approved by the presidents or their designee.

DRAFT MOTION 20160628_7-N: I move to approve the general fund M&R allocation and the requested projects for FY17.

**FY17 General Fund M&R Allocation
Formula Distribution**

Line

1	M&R Funding Available									
		\$8,707,247								
2	Gross Sq. Feet									
		5,936,381								
3	Replacement Value									
		\$1,277,083,274								
		<u>BHSU</u>	<u>DSU</u>	<u>NSU</u>	<u>SDSM&T</u>	<u>SDSU</u>	<u>USD</u>	<u>SSOM</u>	<u>TOTAL</u>	
4	Academic Square Feet	524,302	316,869	606,265	605,072	2,186,985	1,604,993	91,895	5,936,381	
5	Current FY Gross Square Feet									
	Disbursement Factor: (Line 4/Line2)*.5	4.42%	2.67%	5.11%	5.10%	18.42%	13.52%	0.77%	50.00%	
6	Current FY Gross Square Feet Portioned M&R Funds									
	Line 5*Line 1	\$384,514	\$232,385	\$444,623	\$443,749	\$1,603,891	\$1,177,070	\$67,394	\$4,353,626	
7	Academic Replacement Value	\$114,913,315	\$60,594,039	\$115,499,552	\$123,122,259	\$467,021,056	\$379,621,607	\$16,311,446	\$1,277,083,274	
8	Current FY Institutional Replacement Value									
	Disbursement Factor: (Line 7/Lines 3)*.5	4.50%	2.37%	4.52%	4.82%	18.28%	14.86%	0.64%	50.00%	
9	Current FY Replacement Value Portioned M&R Funds									
	Line 8 * Line 1	\$391,744	\$206,567	\$393,742	\$419,728	\$1,592,090	\$1,294,144	\$55,606	\$4,353,621	
10	Institutions M&R Allocation for FY16									
	Line 6 + Line 9	\$776,258	\$438,952	\$838,365	\$863,477	\$3,195,981	\$2,471,214	\$123,000	\$8,707,247	

FY17 General Fund Maintenance & Repair Projects
Academic Facilities

Project #	Building Name	Project Name	M&R Category	M&R Class	Cost Estimate
<u>Black Hills State University</u>					
6G1701		Planning & Design			\$38,813
6G1702	Young Center	HVAC Upgrade	Building Integrity	Renovation	<u>\$737,445</u>
				FY17 General Fund M&R Allocation	\$776,258
<u>Dakota State University</u>					
8G1701		Planning & Design			\$21,948
8G1702	Lowry	Restroom Upgrades	Building Integrity	Maintenance	\$50,000
8G1703	Karl Mundt library	Lower and Upper Level Improvements	Programatic Suitability	Renovation	\$180,000
8G1704	East Hall	3rd floor Office and Classroom Renovations	Programatic Suitability	Renovation	<u>\$187,004</u>
				FY17 General Fund M&R Allocation	\$438,952
<u>Northern State University</u>					
5G1701		Planning & Design			\$41,918.00
5G1702	Beulah Williams Library	Replace Chiller	Building Integrity	Repair	\$156,447.00
5G1703	Barnett Center	Replace Transformer	Campus Infrastructure	Repair	\$40,000.00
5G1704	Dacotah Hall	Replace Roof	Building Integrity	Repair	\$250,000.00
5G1705	Barnett Center	Replace Sound System	Building Integrity	Repair	\$150,000.00
5G1706	Gerber Building	Replace Windows	Building Integrity	Repair	<u>\$200,000.00</u>
				FY17 General Fund M&R Allocation	\$838,365
<u>South Dakota School of Mines & Technology</u>					
4G1701		Planning & Design			\$43,174
4G1702	McLaury	McLaury Building Renovation	Building Integrity	Maintenance	\$545,000
4G1703	Multiple	Flooring	Building Integrity	Renovation	\$200,303
4G1704	Multiple	Building Security Upgrades	Public Health, Safety, and Compliance	Alteration	<u>\$75,000</u>
				FY17 General Fund M&R Allocation	\$863,477

(Continued)

**FY17 General Fund Maintenance & Repair Projects
Academic Facilities**

Project #	Building Name	Project Name	M&R Category	M&R Class	Cost Estimate
<u>South Dakota State University</u>					
3G1701		Planning & Design - Building Condition Assessment	Building Integrity	Repair	\$72,800
3G1702	Campus	Classroom Upgrades (SRO 'E', SPCA 117, SAS 129, SCEH 324, SWG 131)	Programmatic Suitability	Repair	\$180,000
3G1703	Campus	Campus Water Meter Upgrades	Energy & Utility Savings	Repair	\$120,000
3G1704	Central Heating Plant	CHP - Demolish Portion of Obsolete Coal Handling Equipment	Utility Infrastructure	Repair	\$212,381
3G1705	Central Heating Plant	CHP - Replace DA Mix Tank	Utility Infrastructure	Repair	\$300,000
3G1706	Central Heating Plant	RO Water System Repairs & Upgrades	Utility Infrastructure	Repair	\$150,000
3G1707	Agricultural Heritage Museum	HVAC Repairs/Replacement	Building Integrity	Repair	\$350,000
3G1708	Lincoln Music Hall	Supplemental Funding for Roof Replacement	Building Integrity	Repair	\$115,000
3G1709	Campus	Water Main Connections - Medary Avenue	Utility Infrastructure	Repair	\$230,000
3G1710	Campus	Storm Sewer Improvements - Phase 1 of Water, Sanitary Sewer, and Storm Sewer Repairs & Upgrades - Storm Sewer Upgrades from Jackrabbit Green near Briggs Library to Outfall	Utility Infrastructure	Repair	\$810,000
3G1711	Campus	Storm Sewer Repairs & Upgrades - Detention Pond Final Grading and Completion	Utility Infrastructure	Repair	\$300,000
3G1712	Wecota Hall	Replace Sloping Roof	Building Integrity	Repair	\$91,300
3G1713	Wecota Hall	Replace Sunroom Roof	Building Integrity	Repair	\$32,400
3G1714	Wenona Hall	Replace Sloping Roof	Building Integrity	Repair	\$107,100
3G1715	Airport Hangar Office	Replace Sloping Roof	Building Integrity	Repair	\$25,000
3G1716	DePuy Military Hall	Replace Steam/Condensate Service to Building	Utility Infrastructure	Repair	\$100,000
FY17 General Fund M&R Allocation					\$3,195,981
<u>University of South Dakota</u>					
2G1701		Planning & Design			\$123,561
2G1702	Campus	Continuing Education and Commons Space Renovation	Programmatic Suitability	Renovation	\$382,653
2G1703	Noteboom Hall	Building and Infrastructure Repairs Phase II	Building Integrity	Repair	\$630,000
2G1704	Fine Arts	Fire Alarm Phase II	Public Health, Safety, and Compliance	Maintenance	\$335,000
2G1705	South Dakota Union	Roof Replacement	Building Integrity	Repair	\$300,000
2G1706	School of Medicine	Boiler Replacement	Energy & Utility Savings	Repair	\$700,000
FY17 General Fund M&R Allocation					\$2,471,214
<u>Sanford School of Medicine</u>					
2G1741		Planning & Design			\$6,150
2G1742	HSC-SF	Renovate Basement Space into Classroom	Programmatic Suitability	Renovation	\$116,850
FY17 General Fund M&R Allocation					\$123,000
Total FY17 General Fund M&R Projects					<u>\$8,707,247</u>