Overview - Facilities Capital Renewal Initiative

Maintaining the state universities’ physical assets is one governing function the Board is authorized to control by state constitution and by state law.
Overview - Facilities Capital Renewal Initiative

2019  Board Renews Focus on Deferred Maintenance
2020  Condition Assessments & Space Utilization Study
2021  New Facilities Policy Framework
2022  Guidelines and Best Practices to Supplement Policy
2023  First Year of the Maintenance Assessment (¼% CRV)
2024  Partnership with Legislature and Governor Continues
2027  All University Facilities on State Property Inspected
2028  Maintenance Assessment (2% Annual Reinvestment)
Educational Building Fund (EBF)

$41 million  FY 2023 Allocation

$37 million  FY 2023 Universities’ Expenditures

$47 million  Prior Years’ Allocations Committed to Projects or Set Aside for Emergencies
EBF has been a dependable funding source for the universities. It generates approximately 1/3 of what is needed to maintain the universities’ mission critical buildings. Without greater rates of annual reinvestment, the backlog will grow.
Solution: Maintenance Assessment
Maintenance Assessment (FY 2023)

$7.72 billion  
Estimated Replacement Value  
(498 Academic and Research Buildings)

$19.3 million  
1/4 % of Replacement Value

$35 million  
Facilities Capital Renewal Initiative  
State Appropriation (SGF)
Maintenance Assessment (FY 2024)

$8.31 billion
Estimated Replacement Value
(498 Academic and Research Buildings)

$41.57 million
1/2 % of Replacement Value

7.6% +
R.S. Means Construction Cost Data
(2023 Annual Inflationary Increase)

$20 million
Facilities Capital Renewal Initiative State Appropriation (SGF)
Capital Renewal Initiative (SGF)

$35 million  FY 2023 State Appropriation

$20 million  FY 2024 State Appropriation

$20 million  FY 2025 Capital Request

(All Requiring $1-for-$1 Match from Non-State, University, or Private Funds)
Building Demolition Fund (SGF)

$10 million  FY 2023 State Appropriation
$10 million  FY 2024 State Appropriation
$10 million  FY 2025 Capital Request

No Match Required.
Building Demolition Fund (FY 2023 and FY 2024)

$16.5 million
Total Allocated to the State Universities to Date

500,000 sf
Approximate Area in Square Feet of Campus Footprint Reduction

20
Number of Obsolete Facilities to be Razed and Taken Out of Service

Almost $80 million
Approximate Deferred Maintenance Costs Avoided (Not Including Operating and Utilities Costs)
Facilities Condition (FY 2022)

- **C**
  - 498 Mission Critical Buildings
  - In Average Condition (FCI 0.31)

- **B+**
  - State of Good Repair is Target Goal

**$1.2 billion**
- Total Estimated Renewal Cost (to 80%)

**$48.5 million**
- Total Estimated Utilities and Infrastructure Renewal Cost
Facilities Condition (FY 2023)

C
498 Mission Critical Buildings
In Average Condition (FCI 0.32)

B+
State of Good Repair is Target Goal

$1.3 billion
Total Estimated Renewal Cost (to 80%)

$50 million
Total Estimated Utilities and Infrastructure Renewal Cost
Estimated renewal costs in current dollars to bring each of the universities’ mission critical facilities up to a state of good repair.
With the support of KBOR Data, Research and Planning - a new annual systemwide space inventory data collection has been established.
Building Inventory

- **1,149** Total Facilities in Use
- **498** Academic & Research:
  - 55% of Square Footage
  - Average Age **51 years**
# Campus Utilities (FY 2023 Expenditures)

## Total Reported Utilities Expenditures

<table>
<thead>
<tr>
<th>Service</th>
<th>Percentage</th>
</tr>
</thead>
<tbody>
<tr>
<td>Electricity</td>
<td>60.36%</td>
</tr>
<tr>
<td>Natural Gas</td>
<td>24.09%</td>
</tr>
<tr>
<td>Water</td>
<td>7.61%</td>
</tr>
<tr>
<td>Sewer</td>
<td>6.48%</td>
</tr>
<tr>
<td>Solid Waste</td>
<td>1.40%</td>
</tr>
<tr>
<td>Other Utilities</td>
<td>0.06%</td>
</tr>
</tbody>
</table>

Total: $67+ million
Thank You.

Questions?