

CAPITAL BUDGET

Introduction

Capital expenditures are expenditures that create assets with a multi-year life (i.e., assets that will last for more than one budget period). Capital projects are budgeted separately from the operating budget since the source of funding for capital projects is generally different from the source of funding for operating expenditures. For selected projects, there is a link between the operating budget and the capital budget. For example, the State or WKU may choose to finance capital projects, which results in a debt service or lease/purchase payment obligation in the operating budget. WKU cannot initiate any capital construction project in an amount that exceeds \$600,000 without prior approval of the Kentucky General Assembly. An exception is made for projects whereby greater than 50 percent of the cost is funded by private gifts or federal funds. However, these projects must be submitted to an interim committee of the General Assembly and the Council on Postsecondary Education for approval.

The Capital Budget includes legislatively-authorized capital projects that will be under way next year or are currently under way including the source of funding, estimated cost, and the status of each respective project.

Most of the following projects reflect scopes equal to legislative authorization; projects started at an amount less than the authorized amount are displayed at the intended scope.

<u>Project Name</u>	<u>Estimated Cost</u>	<u>Status</u>
<i>2014-16 Authorized Projects (HB 235)</i>		
Bond Funds		
Renovate Science Campus Phase IV	\$48,000,000	Planning
University/Private Funds		
Expand Gatton Academy of Mathematics and Science	10,000,000	Design Ph A
Miscellaneous Maintenance Pool, 2014-16	10,000,000	
Renovate Garrett Conference Center Academic Space	5,000,000	A/E selection
Renovate Garrett Conference Center Food Court	1,000,000	Planning
Acquire FFE for Honors College	3,000,000	Planning
Parking and Street Improvements, 2014-16	3,000,000	
Purchase Property for Campus Expansion, 2014-16	3,000,000	
Renovate Foundation Building	1,200,000	Planning
Renovate Grise Hall Restrooms (ADA)	930,000	Planning
Replace Underground Infrastructure – Steam/Electric	2,000,000	Planning

- Renovate Science Campus Phase IV – This project has been approved with state bonds to be issued in FY 2016. Programming and design has begun for the new building and Thompson Complex Center Wing.

- Expand Gatton Academy of Mathematics and Science – Private funds are being used to add residential accommodations and support space for an additional 80 students to be added to the program, bringing the total to 200 students.
- Miscellaneous Maintenance Pool, 2014-16 – This project is intended for repair and maintenance of critical systems as needed.
- Renovate Garrett Conference Center Academic Space – Academic Affairs plans renovations to the 2nd floor level in 2015.
- Renovate Garrett Conference Center Food Court – An expanded food court will be planned for a 2017 major renovation.
- Acquire FFE for Honors College – This project allows for the acquisition of furniture, fixtures and equipment to fit-out the new Honors/International Facility which will be completed during the summer of 2015.
- Parking and Street Improvements, 2014-16 – As needed, this project is intended to improve pedestrian, vehicular and bus traffic flow.
- Purchase Property for Campus Expansion, 2014-16 – This project will allow the University to purchase property surrounding the campus, as it becomes available, to accommodate growth and increased parking needs.
- Renovate Foundation Building – This project will renovate this facility, addressing accessibility, additional restrooms and replacing electrical and mechanical systems.
- Renovate Grise Hall Restrooms (ADA) – Renovate restrooms to comply with full ADA accessible fixtures and entrances.
- Replace Underground Infrastructure – Steam/Electric – During the summer of 2014, residence halls including Bates-Runner, North East Hall, South West Hall, McLean Hall and Minton Hall will be added to the 12470kv system. Additionally, underground steam piping replacements are scheduled for the summer of 2014 in four locations.

<u>Project Name</u>	<u>Estimated Cost</u>	<u>Status</u>
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2012-14 Authorized Projects (HB265)

University Funds

Miscellaneous Maintenance Pool, 2012-14	10,000,000	In progress
Acquire Furniture and Equipment, DSU Project	8,000,000	In progress
Replace Underground Infrastructure, Steam/Electric	1,000,000	In progress
Academic Complex Renovation	2,400,000	In progress
Construct New Lighted Tennis Courts		
University Funds	250,000	In progress
Private Funds	69,000	

Agency Bonds, FY 2012 Authorization

Renovate Downing Student Union – Phase III		
Scope Increase	16,500,000	In progress
Honors College Facility	22,000,000	In progress

- Miscellaneous Maintenance Pool, 2012-14 – The most critical maintenance projects are identified annually. Approximately \$1,571,000 is being used to make repairs to the Raymond Cravens Library/Helm Library Building envelope. Phase I was completed during the summer of 2013 and Phase II will be completed by August 15, 2014. As funds are available, these projects will be completed.
- Acquire Furniture and Equipment, DSU Project – This project is in support of an ongoing sequence of projects to comprehensively renovate the Downing Student Union. It may include information technology requirements, fixtures, furnishings, and equipment for all spaces.
- Academic Complex Renovation – This project funded the FFE portion of the transition of the Nursing Program and the FFE for the new Doctor of Physical Therapy program in the newly leased Health Services Center.
- Construct New Lighted Tennis Courts – The Department of Athletics will fund the construction of tennis courts for intercollegiate program activities with self-generated revenue and gifts to the program. The lighted tennis courts will expand hours of use and will be available for students, summer camps and workshops when not utilized by the Tennis Program. This project will be completed during the summer of 2014.

<u>Project Name</u>	<u>Estimated Cost</u>	<u>Status</u>
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2010-12 Authorized Projects (HB1)

Agency Bonds/University Funds

Renovate Downing Student Union, Phase III		
Agency Bonds	33,500,000	
University Funds	4,000,000	
Total	37,500,000	In progress

- Renovate Downing Student Union – The second phase of this project is in progress and will be complete in July 2014. This phase completes the Center for Career & Professional Development, retail dining areas including Red Zone, student government areas, 24-hour study hall, student recreational area and student meeting spaces. This phase completes the 2nd and 3rd floors and the new south Centennial Mall entrance and exterior upgrades.

<u>Project Name</u>	<u>Estimated Cost</u>	<u>Status</u>
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2008-10 Authorized Projects (HB406)

Federal Funds/University Funds

Install Bike Paths, Federal Funds			
Federal Funds	889,200		
University Match	111,150		
City of Bowling Green Match	111,150		
Total	1,111,500		Bidding

- Install Bike Paths – Develop a network of bicycle and pedestrian facilities that connects area schools, parks and shopping areas to low/medium density residential neighborhoods and dormitories. This project is funded by an equally shared federal grant with the City of Bowling Green.

Total Capital Budget **\$185,960,500**

Capital Leases Paid from Operating Budget

<u>Lease</u>	<u>Final Payment</u>	<u>2014-15 Payment</u>	<u>Balance</u>
1. SLF – Food Bldg by PFT	07/28	\$ 194,149	\$1,743,886
2. TV Production Truck	10/17	278,898	795,723
3. Video Conferencing Equipment	03/15	62,348	0
4. IT CISCO Network Equipment	01/18	183,332	522,439
5. IT Storage System	11/16	104,328	203,810
6. IT Data Storage System	01/17	26,682	52,130
7. FFE Nursing/DPT Programs	06/19	210,846	812,084
8. Farm 2100RC Baler	07/15	25,251	25,251
9. Alumni Square, Conference Center	11/41	181,741	
10. Alumni Square, Garage/Parking	11/41	467,333	
11. Nursing/DPT Lease with Medical Center	07/38	586,924	
Total		\$2,321,832	

Projects Authorized but not Scheduled for FY 2015 Until Funds are Identified:

- Renovation at the Center for Research and Development #1
- Renovate Gordon Wilson Hall
- Renovate Central Heat Plant
- Upgrade IT Infrastructure
- Construct Baseball Grandstand
- Renovate Art Lab/Museum

Construct Track and Field Facilities, Phase I
Acquire FFE for Diddle Arena
Renovate/Addition to Health Services Facility
Acquire Equipment Pool, 2014-16
Construct South Plaza
Renovation at the Center for Research and Development #2
Add Club Seating at Diddle Arena
Construct Football Pressbox
Renovation at the Center for Research and Development #3
Acquire FFE for Hardin County Project
Design Environmental Science and Technology Hall Renovation
Construct Nanotechnology Laboratory
Renovate State and Normal Street Properties
Renovate Tate Page Hall
Design Agriculture Expo Center Renovation
Interior Renovation of Jones Jagers
Raze and Replace Student Housing at WKU Farm
Construct New Gordon Ford College of Business and Renovate Grise Hall
Capital Renewal Pool (Maintenance Pool) 2014
Renovate Helm/Cravens Library
Renovate Ivan Wilson, Phase II
Renovate Academic Complex
Renovate Kentucky Building