

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
Phase I – Demolition of Thompson North		Complete
Phase II – Construct Science Building		Design Ph B
Phase III – Minor Renovation Thompson Center		Design Ph A
University/Private Funds		
Expand Gatton Academy of Mathematics and Science	10,000,000	Bid Awarded
Miscellaneous Maintenance Pool, 2014-16	10,000,000	
Renovate Garrett Conference Center Academic Space	5,000,000	A/E Selected
Renovate Garrett Conference Center Food Court	1,000,000	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
Acquire Equipment Pool 2014-2016	1,000,000	Planning
Construct Confucius Institute Facility	2,300,000	Bidding

- Renovate Science Campus Phase IV – This project has been approved with state bonds to be issued in FY 2016. Thompson Complex North Wing was demolished in January 2015. Programming and design has begun for the new science 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. Construction is expected to start May 2015.
- Miscellaneous Maintenance Pool, 2014-16 – This project is intended for repair and maintenance of critical systems, as needed. Approximately \$1,571,000 is committed to make repairs to the Raymond Cravens Library/Helm Library building envelope. Phase I and II have been completed and Phase III is in design. As funds are available this project will be completed.
- Renovate Garrett Conference Center Academic Space – Academic Affairs' Division of Extended Learning and Outreach plans renovations to the 2nd floor level in 2015. A consultant has been selected.
- Renovate Garrett Conference Center Food Court – An expanded food court will be planned for a 2017 major renovation.
- 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 were added to the 12470kv system. Additionally, underground steam piping replacements are scheduled for the summer of 2015 in four locations.
- Acquire Equipment Pool 2014-2016 – The Gatton Academy will fund this project in order to acquire furniture, fixtures and equipment required to outfit the expansion which will begin construction in May 2015.
- Construct Confucius Institute Facility - This project will design and construct an approximately 7,000 square foot facility to be located on Normal Drive adjacent to the new Honors College and International Center. It will support the Confucius Institute with additional gallery, classroom, office and multiuse space.

<u>Project Name</u>	<u>Estimated Cost</u>	<u>Status</u>
2012-14 Authorized Projects (HB 265)		
University Funds		
Academic Complex Renovation	4,300,000	In Progress
Agency Bonds, FY 2012 Authorization		
Honors/International Facility	22,000,000	In Progress

- 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 Medical Center-WKU Health Sciences Complex. Minor renovations of the main lobby, Dean’s office, Allied Health office suites and Dental Hygiene Lab and Clinic are also included in this project and are in progress.
- Honors/International Facility – The Honors College and International Center phased project will support growth for both Honors College affiliates, International programs, and academic partners. The construction will include support spaces for academics, administrative and faculty offices, conferencing, food service, visiting scholar facilities, and student gatherings both within the building and the associated and adjacent sites. The project will consist of professional services, site related costs, infrastructure, building related costs, educational needs, and furniture, fixtures and equipment.

2008-10 Authorized Projects (HB 406)

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	In Progress

- 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. The WKU portion of this project is complete. The City of Bowling Green project will be completed during the summer of 2015.

Total Capital Budget **\$114,841,500**

Capital Leases Paid from Operating Budget

Lease	Final Payment	2015-16 Payment	Balance
1. SLF – Food Bldg by PFT	07/28	\$ 194,149	\$1,652,336
2. TV Production Truck	10/17	278,898	537,140
3. IT CISCO Network Equipment	01/18	183,332	352,768
4. IT Storage System	11/16	104,328	102,704
5. IT Data Storage System	01/17	26,682	26,269
6. FFE MSN/DPT Programs	06/19	210,846	613,663
7. Farm 2100RC Baler	07/15	25,251	0
8. Alumni Square, Conference Center	11/41	189,382	
9. Alumni Square, Garage	11/41	486,980	
10. Nursing/DPT Lease with Medical Center	07/38	659,614	
Total		\$2,359,462	

Projects Authorized but not Scheduled for FY 2016 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
 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
 Design Environmental Science and Technology Hall Renovation
 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
 Renovate Helm/Cravens Library
 Renovate Ivan Wilson, Phase II
 Renovate Academic Complex
 Renovate Kentucky Building