



South Carolina Commission on Higher Education

Brig Gen John L. Finan, USAF (Ret.), Chair
Dr. Bettie Rose Horne, Vice Chair
Ms. Natasha M. Hanna
Ms. Elizabeth Jackson
Dr. Raghu Korrapati
Ms. Leah B. Moody
Vice Admiral Charles Munns, USN (ret.)
Mr. Kim F. Phillips
Mr. Y. W. Scarborough, III
Dr. Jennifer B. Settlemyer
Mr. Hood Temple
The Honorable Lewis R. Vaughn

Dr. Richard C. Sutton,
Executive Director

TO: Members, Commission on Higher Education

FROM: Mr. Bill Scarborough, Chair, and Members of the Committee on Finance & Facilities

SUBJECT: Items for Consideration on November 7

DATE: October 31, 2013

Attached are items for your review and consideration at the November 7 Commission meeting. Please note the Committee on Finance and Facilities has not yet acted on these items but is scheduled to review and develop recommendations at its meeting scheduled for 9:30 a.m. on November 7. The Committee will bring its recommendations to the Commission for consideration at the Commission meeting. Staff recommendations are included for your information.

If you have any questions about a particular item, or if you need additional information, please contact Gary Glenn at (803) 737-2155.

7.04A Interim Capital Projects

- A. Clemson
 - i. Freeman Hall Expansion
 - *increase budget*
 - ii. Kingsmore Stadium Addition
 - *increase budget, revise scope*
- B. Medical University of South Carolina
 - i. Thurmond Gazes Building 2nd Floor Renovation
 - *establish project*
- C. The Citadel
 - i. Johnson Hagood Stadium Structural Repairs
 - *establish project*
- D. Horry-Georgetown Technical College
 - i. New Culinary Arts Building – Grand Strand Campus
 - *increase budget*
- E. Piedmont Technical College
 - i. Event Center Breakout Building Construction & N Building Exterior Renovations
 - *establish project*

- F. York Technical College
 - i. 1841 Baskins Road Property Acquisition
 - *increase budget*
 - ii. 521 Garrison Road Property Acquisition
 - *increase budget*

**7.04B List of Capital Projects & Leases Processed by Staff for October 2013
(For Information, No Action Required)**

DESCRIPTION OF INTERIM CAPITAL PROJECTS FOR CONSIDERATION

November 7, 2013

CLEMSON UNIVERSITY

PROJECT NAME: Freeman Hall Expansion
REQUESTED ACTION: Increase Budget
REQUESTED ACTION AMOUNT: \$3,500,000
INITIAL CHE APPROVAL DATE: June 3, 2010

<u>Source of Funds</u>	<u>Previous</u>	<u>Change</u>	<u>Revised</u>
State Institution Bonds	\$0	\$9,000,000	\$9,000,000
Institutional Capital Project Funds	\$97,500	\$0	\$97,500
Operating Revenue*	\$6,402,500	(\$5,500,000)	\$902,500
<i>Total</i>	<i>\$6,500,000</i>	<i>\$3,500,000</i>	<i>\$10,000,000</i>

**Operating revenues are derived from an online Masters of Engineering in Industrial Engineering Program (MEIEP), similar other program fees received by the College of Engineering and Sciences (COES), and from other University programs.*

DESCRIPTION:

The University requests approval to increase the construction budget. When bids were received in December 2012 they were significantly above original estimates provided by the design team and third party estimator. After vetting all other options, the University decided to increase the budget. The project will be rebid in May 2014 with estimated completion of construction in August 2015. Reasons for the higher than anticipated bids include: small project size and high complexity, difficult site location, and complex code issues uniting a new addition to an old facility. The revised budget has been verified by the construction manager, the design team, and an independent third party estimator based on the most recent available data and market conditions.

This project will add approximately 21,000 SF of classroom and office space to Freeman Hall which houses the Industrial Engineering Department. The addition will be on the western side after demolition of approximately 9,000 SF of the building. Accessibility will be enhanced through this project, and necessary infrastructure will be upgraded.

E&G MAINTENANCE NEEDS:

Based on Fall 2012 data, Freeman Hall has a current condition code of 75 with existing maintenance needs of \$1,242,305 over the next twenty years.

ANNUAL OPERATING COSTS/SAVINGS:

Utilities and maintenance will require additional operating costs of \$92,500 in the first year, \$94,200 in the second year, and \$96,100 in the third year following project completion.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

CLEMSON UNIVERSITY

PROJECT NAME: Kingsmore Stadium Addition
REQUESTED ACTION: Increase Budget, Revise Scope
REQUESTED ACTION AMOUNT: \$1,850,000
INITIAL CHE APPROVAL DATE: May 3, 2012

Source of Funds	FY 2013-14 CPIP Year One	Change	Revised
Private Gifts	\$7,000,000	(\$5,150,000)	\$1,850,000
Athletic Revenue Bonds	\$0	\$7,000,000	\$7,000,000
Total	\$7,000,000	\$1,850,000	\$8,850,000

DESCRIPTION:

The University requests approval to increase the budget and revise the scope of the Kingsmore Stadium Addition project to include additional program space, dugout modifications, additional seating, and additional decking and plaza area. The facility will be integrated into the existing first baseline spectators stands and will add a viewing platform at the highest level. The project will also move both the home team and visitor’s dugouts closer to the first and third baselines and add approximately 150 seats to the stadium. The source of funding has changed due to a change in Athletic leadership. The athletic department plans to move forward with a new financial model that utilizes the existing reserve assets held to pay service on debt issuance.

The original project scope included construction of a 20,000 SF addition to the Doug Kingsmore Baseball Stadium. The addition includes three levels with player amenities located adjacent to the current locker room area on the stadium’s north side directly behind the first-base stands. Additional amenities include new locker rooms, recruiting offices and facilities, equipment storage, strength and conditioning equipment, lounge space, and group study areas.

The project will be designed to achieve a LEED Silver rating and is projected to begin construction in May 2014 with projected completion in January 2015. This project is included in the institution’s FY 2013-14 CPIP year one as priority number 9 of 10, however an increase of more than 10% of the approved CPIP estimate requires that it be brought back for approval.

E&G MAINTENANCE NEEDS:

N/A – Auxiliary

ANNUAL OPERATING COSTS/SAVINGS:

Utilities and maintenance will require additional operating costs of \$120,000 in the first year, \$123,600 in the second year, and \$127,308 in the third year following project completion.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

MEDICAL UNIVERSITY OF SOUTH CAROLINA

PROJECT NAME: Thurmond Gazes Building 2nd Floor Renovation
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$3,900,000
INITIAL CHE APPROVAL DATE: N/A

Source of Funds	Phase I (Pre-Design)	Phase II (Construction)	Total Proposed Budget
College of Medicine Clinical Revenue	\$58,500	\$3,841,500	\$3,900,000
Total	\$58,500	\$3,841,500	\$3,900,000

DESCRIPTION:

The University requests approval to establish a project to renovate approximately 22,000 SF on the second floor of the Thurmond Gazes Building to consolidate faculty, residents, fellows, and staff from the departments of surgery and medicine. Scope of work will include alterations to existing space and construction of walls, finishes, equipment, furnishings, fire suppression, plumbing, HVAC, electrical systems, and IT.

This project was not included in the institution's FY 2013-14 CPIP year one because several alternative locations were being considered at the time of CPIP submission. Renovation of the 2nd floor was recently decided as the best option to maintain clinical efficiency and create greater synergy between all of the University missions. This renovation will improve space utilization and reduce rent expenses.

E&G MAINTENANCE NEEDS:

Based on Fall 2012 data, Thurmond Gazes has a current condition code of 82 with existing maintenance needs of \$12,436,334 over the next twenty years.

ANNUAL OPERATING COSTS/SAVINGS:

The project is not expected to generate additional operating costs at this time.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

THE CITADEL

PROJECT NAME: Johnson Hagood Stadium Structural Repairs
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$1,043,000
INITIAL CHE APPROVAL DATE: N/A

<u>Source of Funds</u>	<u>Phase I (Pre-Design)</u>	<u>Phase II (Construction)</u>	<u>Total Proposed Budget</u>
Capital Project Funds	N/A	\$443,000	\$443,000
Athletic Facilities Fees	N/A	\$600,000	\$600,000
<i>Total</i>	<i>N/A</i>	<i>\$1,043,000</i>	<i>\$1,043,000</i>

DESCRIPTION:

The University requests approval to establish an emergency project for structural repairs to the east stands at Johnson Hagood Stadium. This project was initially under the permanent improvement project threshold. During the course of the repairs additional structural problems were uncovered. The cost of the project increased due to contract extension to accommodate use of the stadium for football games, security fencing for stadium use by the public, additional lead paint abatement, additional structural shoring required for column repairs, and unforeseen repairs required for the exit ramps.

E&G MAINTENANCE NEEDS:

N/A - Auxiliary

ANNUAL OPERATING COSTS/SAVINGS:

The project is not expected to generate additional operating costs at this time.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

HORRY-GEORGETOWN TECHNICAL COLLEGE

PROJECT NAME: New Culinary Arts Building – Grand Strand Campus
REQUESTED ACTION: Increase Budget
REQUESTED ACTION AMOUNT: \$2,000,000
INITIAL CHE APPROVAL DATE: October 4, 2012

Source of Funds	FY 2013-14 CPIP Year One	Change	Revised
Capital Reserve Funds (2013)	\$0	\$435,750	\$435,750
Appropriated State	\$5,000,000	(\$3,000,000)	\$2,000,000
College Funds	\$5,000,000	\$7,564,250	\$12,564,250
One Cent Sales Tax	\$3,000,000	(\$3,000,000)	\$0
Total	\$13,000,000	\$2,000,000	\$15,000,000

DESCRIPTION:

The College requests approval to increase the budget to establish the construction budget. The total projected cost has increased by \$2M since the comprehensive permanent improvement plan (CPIP) and Phase I (pre-design) submission. The increase is due to three primary reasons: an increase in construction costs by more than 10%; inability to re-use existing culinary equipment as originally anticipated, thus increasing equipment costs; and an increase to accommodate additional site-work necessary based on soil conditions at the proposed site.

The new facility will enable the College to more than double its enrollment in the Culinary Arts Program and train more students to meet the increasing labor demands of the food service industry. Students will be trained in a variety of culinary disciplines preparing them for a broad array of careers, thereby improving local employment rates. The College currently has a 100% placement rate in its Culinary Arts program.

The project will be designed to achieve a LEED Silver rating and is projected to begin construction in August 2014 with projected completion in January 2016. This project is included in the institution's FY 2013-14 CPIP year one as priority number 1 of 1, however an increase of more than 10% of the approved CPIP estimate requires that it be brought back for approval.

E&G MAINTENANCE NEEDS:

N/A – New Construction

ANNUAL OPERATING COSTS/SAVINGS:

Utilities and maintenance will require additional operating costs of \$57,500 in the first year, and \$115,000 in the second and third years following project completion.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

PIEDMONT TECHNICAL COLLEGE

PROJECT NAME: Event Center Breakout Building & N Building Exterior Renovation
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$850,000
INITIAL CHE APPROVAL DATE: N/A

<u>Source of Funds</u>	<u>Phase I (Pre-Design)</u>	<u>Phase II (Construction)</u>	<u>Total Proposed Budget</u>
Local Funds	\$12,750	\$837,250	\$850,000
<i>Total</i>	<i>\$12,750</i>	<i>\$837,250</i>	<i>\$850,000</i>

DESCRIPTION:

The College requests approval to establish a project to construct a 2,000 SF facility located on the Greenwood Campus. The facility will be a breakout building to be utilized in conjunction with the James Medford Family Event Center (Building N). The layout will provide an open room which can be divided into two sections to create conference space with a small kitchenette and restrooms. Scope of work will include minor renovations to the exterior of Building N.

The new space will be offered as rental facilities to the public for social events, industry training, etc. Currently, many of the College's existing customers utilize facilities in outlying areas for breakout space. Customers include Self Regional Health Care, Eaton Electrical, Capsugel, Greenwood Chamber of Commerce, and many more. Internally, the new space will be used for faculty/staff training and student activities. In 2013, the Medford Center hosted 25 external events with 10,000 attendees and 15 internal events with 7,500 attendees between the months of April-October. This is a 40% and 20% (respectively) increase from 2011. The 2014 projections are expected to increase an additional 20% for external events and 10% for internal events.

This project was not included in the institution's FY 2013-14 CPIP year one because originally the project cost was not to exceed the permanent improvement project (PIP) threshold. After evaluating how the two buildings need to function, it became necessary to include the Medford Center exterior renovations which increased the budget.

E&G MAINTENANCE NEEDS:

N/A – New Construction

ANNUAL OPERATING COSTS/SAVINGS:

Electricity, housekeeping, insurance, and maintenance will require additional operating costs of \$7,500 in the first year, \$7,875 in the second year, and \$8,268 in the third year following project completion.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

YORK TECHNICAL COLLEGE

PROJECT NAME: 1814 W Baskins Road Property Acquisition
REQUESTED ACTION: Increase Budget
REQUESTED ACTION AMOUNT: \$165,281.25
INITIAL CHE APPROVAL DATE: July 23, 2009

<u>Source of Funds</u>	<u>Phase I (Environmental Assessment)</u>	<u>Phase II (Purchase Property)</u>	<u>Total Proposed Budget</u>
Local Funds	\$15,000	\$165,281.25	\$180,281.25
<i>Total</i>	<i>\$15,000</i>	<i>\$165,281.25</i>	<i>\$180,281.25</i>

DESCRIPTION:

The College requests approval to acquire 2.90 acres of property located at 1841 W Baskins Road. This property is not contiguous to the campus; however, it is part of the long range plan to acquire property which will make it contiguous to the campus. This property is part of the College's plan for future development of the north east corner of the campus.

In fall of 2006, York County agreed to purchase this property and donate the land to the College at a future date. In May 2007, the County's external auditors informed the County's Finance Director that the audit trail associated with the land purchase was not sufficient. They recommended that the County refund the money collected for the property, invoice the College for the purchase of the property, and transfer ownership of the land to the College. Upon receipt of the invoice, the College's Chief Business Officer, not wishing to jeopardize the College's relationship with the County, authorized immediate payment of \$165,281.25 to the County rather than make the County wait for the College to go through the procurement process. The County accepted payment for the land but could not transfer title to the College. After the check cleared, the College reported the property as an asset on its balance sheet. In September 2012, the College discovered during preparation of a routine property audit that it had property shown as an asset but no deed. It was realized that the County still owned the property. This project is submitted to receive proper approvals and transfer title of the property to the College.

E&G MAINTENANCE NEEDS:

N/A – Land Acquisition

ANNUAL OPERATING COSTS/SAVINGS:

The project is not expected to generate additional operating costs at this time.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

YORK TECHNICAL COLLEGE

PROJECT NAME: 521 Garrison Road Property Acquisition
REQUESTED ACTION: Increase Budget
REQUESTED ACTION AMOUNT: \$281,340.75
INITIAL CHE APPROVAL DATE: July 23, 2009

<u>Source of Funds</u>	<u>Phase I (Environmental Assessment)</u>	<u>Phase II (Purchase Property)</u>	<u>Total Proposed Budget</u>
Local Funds	\$15,000	\$281,340.75	\$296,340.75
<i>Total</i>	<i>\$15,000</i>	<i>\$281,340.75</i>	<i>\$296,340.75</i>

DESCRIPTION:

The College requests approval to acquire 4.01 acres of property located at 521 South Garrison Road. This property is contiguous to the east side of campus. This property is part of the College’s plan for future development of the south east corner of the campus.

In fall of 2006, York County agreed to purchase this property and donate the land to the College at a future date. In May 2007, the County’s external auditors informed the County’s Finance Director that the audit trail associated with the land purchase was not sufficient. They recommended that the County refund the money collected for the property, invoice the College for the purchase of the property, and transfer ownership of the land to the College. Upon receipt of the invoice, the College’s Chief Business Officer, not wishing to jeopardize the College’s relationship with the County, authorized immediate payment of \$281,340.75 to the County rather than make the County wait for the College to go through the procurement process. The County accepted payment for the land but could not transfer title to the College. After the check cleared, the College reported the property as an asset on its balance sheet. In September 2012, the College discovered during preparation of a routine property audit that it had property shown as an asset but no deed. It was realized that the County still owned the property. This project is submitted to receive proper approvals and transfer title of the property to the College.

E&G MAINTENANCE NEEDS:

N/A – Land Acquisition

ANNUAL OPERATING COSTS/SAVINGS:

The project is not expected to generate additional operating costs at this time.

RECOMMENDATION:

Staff recommends approval of this project as proposed.

INFORMATION ITEM

Capital Projects & Leases Processed by Staff								
October 2013								
Date Approved	Project #	Institution	Project Name	Action Category	Budget Change	Revised Budget	Original Approval Date	Revised Building Condition Survey With Close-out
Maintenance Needs Projects using FY 2013-14 Lottery Allocation and Match								
9/26/2013	New	MUSC	2013-14 Maintenance Needs ¹	establish project	\$0	\$4,703,872	-	-
10/23/2013	New	Coastal Carolina	2013-14 Maintenance Needs ¹	establish project	\$0	\$781,906	-	-
Project Extensions								
10/17/2013	9867	USC Columbia	School of Law New Building ²	project extension	\$0	\$80,000,000	11/8/1999	-
10/17/2013	6024	USC Columbia	Support Facilities Relocation/Land Acquisition ²	project extension	\$0	\$64,000	6/14/2005	-
10/17/2013	6079	USC Columbia	Close-Hipp Building Renovations ²	project extension	\$0	\$781,250	6/30/2010	-
10/17/2013	6091	USC Columbia	Student Health Center Construction ²	project extension	\$0	\$682,500	11/3/2011	-
10/17/2013	6093	USC Columbia	LeGare/Pinckney Comprehensive Renovation ²	project extension	\$0	\$249,750	12/15/2011	-
10/17/2013	9517	USC Upstate	Information Resources Center (A/E) ²	project extension	\$0	\$1,000,000	11/8/1999	-
Routine Staff Approvals								
9/25/2013	New	Winthrop	Withers/WTS Building Roof Replacement, Maintenance & Repairs ³	establish project	\$0	\$750,000	-	-
9/25/2013	New	Piedmont TC	Laurens Advanced Manufacturing Center (LCAM) II Renovations ³	establish project	\$0	\$909,000	-	-
9/25/2013	New	Spartanburg CC	Cherokee County Blanton Property Land Acquisition ⁴	increase budget (purchase property)	\$480,000	\$500,000	-	-
9/25/2013	New	Spartanburg CC	Cherokee County Degner Property Land Acquisition ⁴	increase budget (purchase property)	\$404,230	\$424,230	-	-
9/25/2013	New	York TC	New West Loop Connector Road Construction ³	establish project	\$0	\$640,000	-	-
10/8/2013	6059	Central Carolina TC	Advanced Manufacturing Technical Training Center Renovation ⁵	increase budget, revise scope, change source of funds	\$3,500,000	\$11,815,656	7/10/2012	-
10/17/2013	New	Trident TC	Infrastructure/ Roads/Ramps & Information Technology Phase I ³	establish project	\$0	\$435,750	-	-
10/23/2013	New	Coastal Carolina	Academic Office/Classroom Building #2 ⁴	establish project	\$0	\$270,000	-	-
10/28/2013	6102	USC Columbia	Athletic Village Tennis Complex Addition ⁴	establish construction budget	\$985,000	\$1,000,000	4/4/2013	-
10/28/2013	New	Spartanburg CC	Tyger River Building CBED Renovation ⁴	establish project	\$0	\$25,500	-	-
10/29/2013	6083	Greenville TC	Enterprise Campus Development ⁶	decrease budget	(\$20,000)	\$415,750	9/20/2013	-
10/29/2013	New	Greenville TC	Enterprise Campus Development - Land Acquisition	establish project	\$0	\$20,000	-	-
10/29/2013	9588	Coastal Carolina	Science Annex II Construction ⁷	increase budget, change source of funds	\$500,000	\$30,500,000	5/26/2011	-
10/30/2013	9811	MUSC	Basic Science Building Dental Medicine Classroom/Office Renovation ⁸	change source of funds	\$0	\$2,600,000	7/1/2010	-
10/30/2013	New	Francis Marion	Medical & Health Science Complex - Land Acquisition ⁹	establish project	\$0	\$20,000	-	-

Close-Outs								
10/17/2013	9616	MUSC	Harborview Towers HVAC System Upgrade/Thermal Energy Storage System	decrease budget, close project	(\$4,716)	\$568,784	1/20/1994	-
10/17/2013	9618	MUSC	Storm Eye Institute Addition	decrease budget, close project	(\$68,066)	\$9,781,934	3/3/1994	-
10/17/2013	9619	MUSC	BSB Clinical Immunology /Microbiology Lab Renovations	decrease budget, close project	(\$107,410)	\$1,395,820	4/28/1994	-
10/17/2013	9627	MUSC	Research Building I Renovations	decrease budget, close project	(\$32,189)	\$417,811	10/21/1994	-
10/17/2013	9629	MUSC	BSB 7th Floor East Renovations	decrease budget, close project	(\$6,382)	\$2,243,376	10/21/1994	-
10/17/2013	9662	MUSC	Harper Student Center Renovation	close project	\$0	\$1,662,304	8/8/1997	-
10/23/2013	9894	Clemson	Indoor Football Practice Facility Construction	close project	\$0	\$10,000,000	3/3/2011	-
10/23/2013	9597	Coastal Carolina	Road/Land Donation	decrease budget, close project	(\$11,568)	\$8,432	1/25/2013	-
10/30/2013	9732	MUSC	College of Dental Medicine Building	decrease budget, close project	(\$6,392,665)	\$54,607,335	4/9/2001	-

¹See supporting narrative.

²On August 8, 2013 the Joint Bond Review Committee (JBRC) adopted a new policy requiring institutions to establish Phase II, full design and construction budget, of a project within two years of approval of the Phase I, pre-design phase. If Phase II is not established within two years, the institution must request an extension of Phase I stating the specific reason(s) Phase II was not requested within the initial two-year period. Accordingly, on October 3, 2013, CHE adopted the same policy giving staff the authority to review extension requests and report to the Committee and Commission on a monthly basis.

³Project is funded with 2013 Capital Reserve Funds. Under the PIP definition, these projects are considered legislatively authorized, not requiring further approval by JBRC and B&CB, if the projects are set up to conform to the act.

⁴Approved by CHE on May 2, 2013 as part of FY 2013-14 CPIP year one.

⁵Increase project budget with 2013 Capital Reserve Funds. Additional funds will allow for the renovation of an additional 20,000 SF for the use of Continental Tire training and advanced mechatronics.

⁶Decrease budget by \$20,000 to put into new project to establish preliminary land acquisition.

⁷Increase budget and change source of funds to include Capital Reserve Funds. \$500,000 in Capital Reserve Funds will be added for AV system design and equipment, and \$1,000,000 in Capital Reserve Funds will replace Institutional Capital Project Funds in current budget.

⁸Change source of funds from \$1,017,051.81 in College of Dental Medicine Reserve Funds to 2006-07 Capital Reserve Funds transferred from project #9732.

⁹Project established for preliminary studies to accept 1.06 acres of donated land in downtown Florence, SC from the City of Florence. The land is located on the SW corner of the intersection of Irby Street and Evan Street and will be used for the construction of the Francis Marion University Medical and Health Science Complex. The City of Florence is currently in the process of acquiring the land and will donate it to the University once it is construction ready.

MEDICAL UNIVERSITY OF SOUTH CAROLINA

PROJECT NAME: 2013-14 Maintenance Needs
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$4,703,872
INITIAL CHE APPROVAL DATE: N/A

Project Budget	Previous	Change	Revised
Professional Service Fees	\$0	\$400,000	\$400,000
Building Utilities Renovations/Replacement	\$0	\$4,053,872	\$4,053,872
Contingency	\$0	\$250,000	\$250,000
Total	\$0	\$4,703,872	\$4,703,872

Source of Funds	Previous	Change	Revised
Lottery Appropriation 2013-14*	\$0	\$2,351,936	\$2,351,936
Indirect Cost Recoveries	\$0	\$1,500,000	\$1,500,000
Tuition	\$0	\$851,936	\$851,936
Total	\$0	\$4,703,872	\$4,703,872

**Per lottery proviso 3.5, these funds are allocated for repair and maintenance and may only be distributed to an institution to the extent the funds are matched (1:1) by the institution. Matching funds exclude supplemental, capital reserve, lottery, or other non-recurring appropriated state funds. Because these funds are appropriated, under the PIP definition for higher education projects, a permanent improvement project must be established. Since these projects are considered legislatively authorized and the matching funds are legislatively mandated, CHE has delegated staff the authority to process submitted projects if the projects are set up to conform to the lottery proviso.*

DESCRIPTION:

The University requests approval to establish a project to address maintenance in multiple facilities. Scope of work will include replacement of two air handling units in the Clinical Sciences Building; two air handling units in the Hollings Cancer Center; and the west side hot water riser system in the Basic Science Building.

E&G MAINTENANCE NEEDS REDUCTION:

The project will alleviate a portion of the \$77,109,872 in combined existing maintenance needs.

ANNUAL OPERATING COSTS/SAVINGS:

The project is not expected to generate additional operating costs at this time.

COASTAL CAROLINA UNIVERSITY

PROJECT NAME: 2013-14 Maintenance Needs
REQUESTED ACTION: Establish Project
REQUESTED ACTION AMOUNT: \$781,906
INITIAL CHE APPROVAL DATE: N/A

Project Budget	Previous	Change	Revised
Other Permanent Improvements	\$0	\$781,906	\$781,906
Total	\$0	\$781,906	\$781,906

Source of Funds	Previous	Change	Revised
Lottery Appropriation 2013-14*	\$0	\$390,953	\$390,953
Renovation Reserve/Plant Expansion	\$0	\$390,953	\$390,953
Total	\$0	\$781,906	\$781,906

**Per lottery proviso 3.5, these funds are allocated for repair and maintenance and may only be distributed to an institution to the extent the funds are matched (1:1) by the institution. Matching funds exclude supplemental, capital reserve, lottery, or other non-recurring appropriated state funds. Because these funds are appropriated, under the PIP definition for higher education projects, a permanent improvement project must be established. Since these projects are considered legislatively authorized and the matching funds are legislatively mandated, CHE has delegated staff the authority to process submitted projects if the projects are set up to conform to the lottery proviso.*

DESCRIPTION:

The University requests approval to establish a project to address infrastructure maintenance needs. This project will repair campus roads (Chanticleer Drive, Founders Drive, & Evergreen Lane) and a pedestrian bridge that is located in the middle of campus. The roads are in need of major repair due to heavy daily traffic, construction, etc. The wooden bridge that serves as a main pedestrian corridor through campus is falling into disrepair and needs to be replaced.

E&G MAINTENANCE NEEDS REDUCTION:

The project will alleviate a portion of the \$4,072,002 in existing infrastructure maintenance needs.

ANNUAL OPERATING COSTS/SAVINGS:

The project is not expected to generate additional operating costs at this time.