



State Building Commission 2007-09 Capital Budget

UW System Facilities: It's All About Students

In a 2005 survey of 13,782 students at 46 universities...

- 74% said facilities related to their major were “extremely important” or “very important” in choosing a college.
- 42% rated residence halls as a key part of college selection.
- About 30% said they rejected a college because of inadequate facilities.

The impact of facilities on Recruitment and Retention of Students; Cain & Reynolds, 2005; Association of Higher Education Facilities Officers (APPA).

Capital Budget Process Timeline

2006 February	UW institutions submit requests to UWSA as part of their six-year plans.
March	Summary of requests presented to the PPF Committee
June	Regent direction for final budget content and amount
August	Regent action on budget recommendations
September	Regent request submitted to DOA
2007 February	DOA staff recommended budget sent to the SBC
March	State Building Comm. action on the Capital Budget
May/June	Joint Finance Committee action on budget
June/July	Full Legislature votes on the Capital & Biennial Budget



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are
here

State Building Commission

2007-09 Capital Budget

<u>Major Projects</u>	GFSB In millions	Gift/Grants In millions	PRSB In millions	TOTAL In millions
New Major Projects using GFSB	\$117.5	\$45.6	\$8.8	\$171.9
New Major Projects without GFSB		\$73.4	\$432.9	\$506.3
Advance Enumerations from 2005-07	\$100.8			\$100.8
Major Project Totals	\$218.3	\$119.0	\$441.7	\$779.0
Percent	28%	15%	57%	100%

All Agency Fund	GFSB	Gifts/Grants	PR	TOTAL
Approx. UW System Totals: (In millions)	\$125	\$2	\$53.4	\$180.4

Student Life and Services

Madison Univ. Square



Classroom Renovations

Whitewater



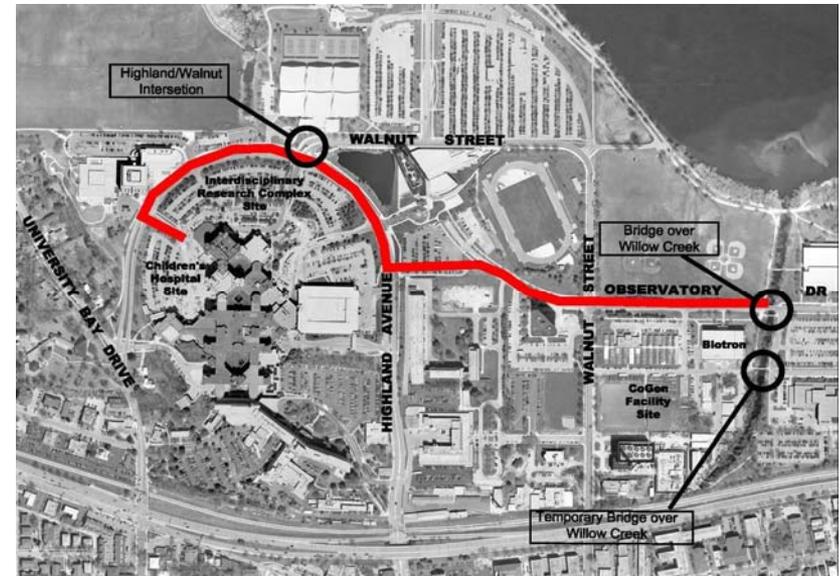
Core Academic Facilities

La Crosse



Utilities

Madison West Campus



UW-Superior Demolitions Make Way for a New Academic Building

Sundquist Hall c.1950



Converted Residence Hall

McCaskill Hall c. 1959



Converted Elementary School

Harvey Hall Theatre Historical Remodeling and Renovation

UW-Stout's only Theatre/Auditorium

- Instruction and Performance



2007-09 UW System Major Projects – All Funds

EAU	Academic Building Davies Center
EXT	Lowell Hall Guestroom Remodel
GBY	Rose & Wood Halls Remodeling
LAC	Academic Building Stadium & Fields
MSN	BioStar IV (Wisconsin Institute for Discovery) University Square Sterling Hall Human Ecology Parking Ramps Expansions Chadbourne & Barnard Halls Renovation Lakeshore Residence Hall Music Performance Bldg. S. Union/Memorial Union Theater Renov.
MIL	Physics North Wing Remodeling (All Agency) Programming - Engineering Campus Programming - Public Health Campuses

OSH	Academic Building Softball Stadium Residence Hall Facilities Maintenance Relocation Elmwood Center Remodeling
PKS	Communication Arts Residence Hall
PLT	Tri State Initiative (Engineering) Williams Fieldhouse
RVF	Health & Human Performance Field South Fork Suites Addition
STP	Military Science Relocation Maintenance Bldg Remodel/Addn. Residence Hall Residence Halls Renovation
STO	Harvey Hall Theater Price Commons 2nd Floor Renov.
SUP	Academic Building
WTW	Drumlin Hall Renovation Residence Hall Multi Sport Facility

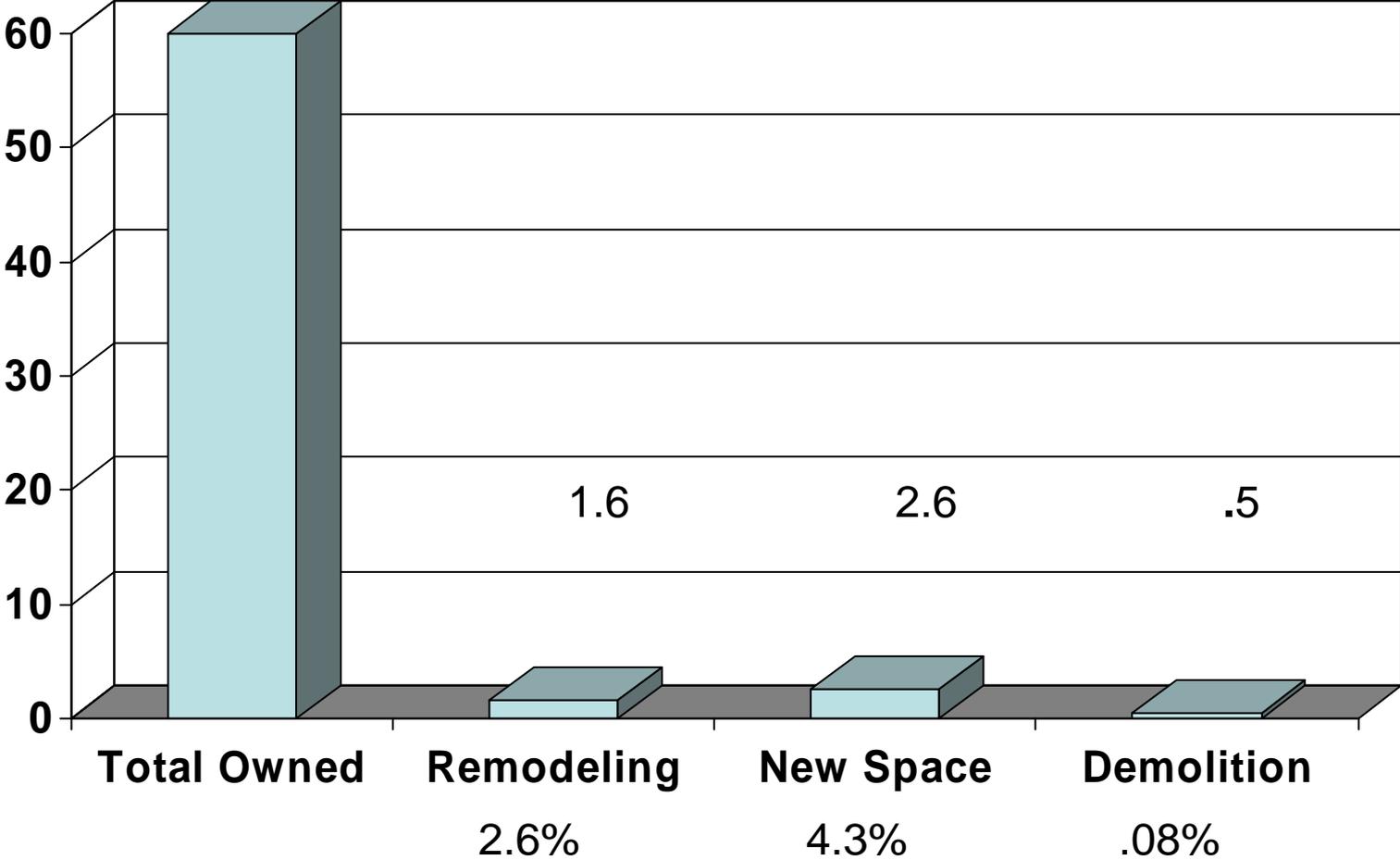
Two Biennia Planning and Construction Maintains Schedule and Donor Support

Campus	State Support	Gifts	Total
UW-La Crosse	\$38.0	\$6.0	\$44.0
UW-Parkside	\$32.1	\$2.1	\$34.2
UW-Oshkosh	\$40.0	\$8.0	\$48.0
	\$6.3		\$6.3
UW-Superior	\$25.3	\$7.0	\$32.3
Total	\$141.7	\$25.1	\$166.8

2007-09	2009-11
\$72.6	\$69.1

Total Space Owned Compared to Space Affected by Capital Budget Projects

In Millions



State Building Commission Capital Budget

- General fund borrowing in the state building program has declined.

	<u>Actual</u>
2001-03 GFSB authorized	\$445 million
2003-05 “	\$430 million
2005-07 “	\$400 million
2007-09 GFSB Recommended	\$460 million

- \$460M is about \$98 million less than construction inflation since 2001-03.
(Engineering News Record (ENR) Index: \$445M 7/1/01 adjusted for inflation: \$543M 1/1/07)
- At \$460 million, the Capital Budget leaves \$430 million of state agency requests unfunded.
- The state has kept general fund debt service at 3.5% to 4.0% of annual GPR. If all authorized borrowing occurs, debt service is projected to peak at 3.93%.
- UW institution requests for 2009-11 Major Projects already total \$442 million GFSB. (Compared to \$218M GFSB in the 2007-09 SBC budget.)

Future Impact

	Scenario with SBC Budget		Scenario with Reduced Budget	
Biennium	Projected GFSB (in millions)	Allocated (residual) (in millions)	Projected GFSB (in millions)	Comparison (+ / -) (in millions)
2007-09	\$460	\$460 (\$0)	\$400	\$460 (-\$60)
2009-11	\$478	\$399 (\$79)	\$429	\$478 + 60 = \$538 (-\$109)
2011-13	\$512	\$392 (\$120)	\$460	\$512 + \$109 = \$621 (-\$161)
2013-15	\$548	TBD	\$493	\$548 + \$161 = \$709 (-\$216)

Projections based on 3.5% annual inflation

Economic Impact: UW System Capital Projects

Direct impact of a typical
\$10 million project:

A/E and other fees 20%: \$2 m

Construction costs: \$8 m

Materials 50%: \$4 m

Labor 50%: \$4 m

48 jobs @\$40/hr.

Direct impact of \$779 million
UW System Capital Budget:

A/E and other fees 20%: \$157 m

Construction costs: \$622 m

Materials 50%: \$311 m

Labor 50%: \$311 m

3,745 jobs @\$40/hr.

Industry economic multiplier: 2.2

\$779 million x 2.2 = \$1.713 billion

Over 20,000 total jobs