

## 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 \$1,000,000 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>
<b><i>2016-18 Authorized Projects (HB 303)</i></b>		
<b>Agency Bonds</b>		
Construct Parking Structure III	\$10,000,000	Construction
<b>Restricted Funds</b>		
Purchase Property/Parking & Street Improvements	3,000,000	
Purchase Property for Campus Expansion, 2016-18	3,000,000	
<b>Private Funds</b>		
Renovate Foundation Building	1,200,000	Planning

- Construct Parking Structure III – With current enrollment, WKU has an immediate need to provide an additional 500 parking spaces and will do so with a new parking structure located in the Creason Lot. This project will begin in July 2016 and is expected to be complete in July 2017.
- Parking and Street Improvements, 2016-18 – As needed, this project is intended to improve pedestrian, vehicular and bus traffic flow.
- Purchase Property for Campus Expansion, 2016-18 – 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 consists of improvements and additions to the College Heights Foundation building. Improvements include transformation to a traditional style building, changing out tired unsustainable systems, envelope improvements, providing handicap accessibility, material upgrades, and improving interior efficiencies.

**2014-16 Authorized Projects (HB 235)**

**Bond Funds**

Renovate Science Campus Phase IV	48,000,000	
Phase I – Demolition of Thompson North		Complete
Phase II – Construct Science Building		Construction
Phase III – Minor Renovation Thompson Center		Design PH C
Phase IV – Renovate Hardin Planetarium		Construction

**University/Private Funds**

Expand Gatton Academy of Mathematics and Science	10,000,000	Construction
Miscellaneous Maintenance Pool, 2014-16	10,000,000	
Renovate Garrett Conference Center Academic Space	5,000,000	Planning
Replace Underground Infrastructure – Steam/Electric	2,000,000	Construction
Acquire Equipment Pool 2014-2016	1,000,000	Planning
Construct Confucius Institute Facility	2,300,000	Construction
Construct Baseball Grandstand	1,300,000	Construction

- Renovate Science Campus Phase IV – This project was approved and financed with state bonds. Thompson Complex North Wing was demolished in January 2015. Construction for the new Ogden Hall began in February 2016. Hardin Planetarium will be renovated during the summer of 2016. Thompson Center Wing renovation is scheduled to begin in January 2018.
- 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 will be complete for student occupancy in August 2016.
- 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 2<sup>nd</sup> floor level in 2016/2017. A consultant has been selected and design planning is in process.
- Replace Underground Infrastructure – Steam/Electric – During the summer of 2015, three facilities, Rhodes-Harlin Hall, Kentucky Building, and Parking Structure #1 were

connected to the 12,470 volt system. During the summer of 2016, Zacharias Hall, Meredith Hall, PFT Food Court and the Preston Center will be connected.

During the summer of 2016, steam lines will be replaced at the entrance connector at Southwest Hall, between Minton Hall and Academic Complex, under the equipment yard at Meredith Hall and in two manholes adjacent to Preston Center.

- Acquire Equipment Pool 2014-2016 – The Gatton Academy will fund this project in order to acquire furniture, fixtures and equipment required to outfit the 2016 expansion.
- 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 which will be complete August 2016.
- Construct Baseball Grandstand – As part of the project authority of the baseball grandstand to improve the overall baseball venue, the baseball field drainage will be improved and artificial turf will be laid to reduce operating expense. The project is scheduled to be completed during the summer of 2016.

**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	Construction

- 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 2016.

**Total Capital Budget** **\$97,911,500**

## Capital Leases Paid from Operating Budget

Lease	Final Payment	2016-17 Payment	Balance
1. SLF – Food Bldg by PFT	07/28	\$ 194,149	\$1,555,168
2. TV Production Truck	10/17	278,898	271,955
3. IT CISCO Network Equipment	01/18	183,332	178,660
4. IT Storage System	11/16	104,328	0
5. IT Data Storage System	01/17	26,682	0
6. FFE MSN/DPT Programs	06/19	210,846	412,207
7. Alumni Square, Conference Center	11/41	192,434	
8. Alumni Square, Garage	11/41	494,828	
<b>Total</b>		<b>\$1,685,497</b>	

### ***Projects Authorized but not Scheduled for FY 2017 Until Funds are Identified:***

Construct Football Pressbox	5,000,000
Renovate Center for Research and Development, Phase I	6,000,000
Renovate Central Heat Plant	5,000,000
Upgrade IT Infrastructure	5,000,000
Construct Baseball Grandstand	4,500,000
Renovate Art Lab/Museum	4,200,000
Construct Track and Field Facilities Phase I	4,000,000
Renovate Gordon Wilson Hall	4,000,000
Acquire Equipment Diddle Arena	3,000,000
Renovate Thompson Complex Center Wing	3,000,000
Construct Science Gallery	2,500,000
Construct South Plaza	2,500,000
Major Items of Equipment, 2016-18	2,500,000
Add Club Seating at Diddle Arena	2,200,000
Construct Academic/Retail Space	2,000,000
Design Environmental Science and Technology Hall Renov.	2,000,000
Renovate International Center to Multicultural Center	1,500,000
Renovate Tate Page Hall	1,200,000
Design Agriculture Expo Center Renovation	1,000,000
Renovate Jones Jaggars Interior	1,000,000
Construct Parking Garage	10,000,000
Renovate State/Normal Street Properties	1,500,000
Renovate Garrett Conference Center	12,000,000