ITEMS FOR DISCUSSION AND ACTION\FISCAL, FACILITIES AND AUDIT

June 17, 2021

ACTION: Accept and Approve Design Development Documents and

Use of Unappropriated Cash Funds for Peterson Fine Arts

Renovation and Addition for Wayne State College

Accept and Approve Design Development Documents for Peterson Fine Arts Project

In accordance with Board Policy 8060, Wayne State recommends approval of the Peterson Fine Arts Renovation and Addition Design Development Documents. The original Program Statement was approved by the Board on November 14, 2019. When COVID-19 first struck in the spring of 2020, the project was put on hold due to the challenges associated with fundraising. However, on January 13, 2021, the Board approved a Program Statement Addendum to modify the funding for the project and initiate design. Since then, it has become necessary to revise the project funding once again. The following is a brief history of these funding changes.

The original Program Statement (Nov. 14, 2019) project funding as approved by the Board:

 College Cash
 \$4,420,000

 LB309 Task Force
 \$1,880,000

 Donations
 \$2,000,000

 Other/Community
 \$2,000,000

Total Funding \$10,300,000

The revised project funding per the Program Statement Addendum approved by the Board (Jan. 13, 2021):

College Cash \$7,920,000 LB309 Task Force \$1,880,000 Donations \$500,000 Other/Community \$0

Total Funding \$10,300,000

The proposed revised project funding per the Design Development Documents:

 College Cash
 \$8,720,000

 LB309 Task Force
 \$1,880,000

 Donations
 \$1,300,000

 Other/Community
 \$0

Total Funding \$11,900,000

Due to various factors including increases in materials costs, the overall estimated cost of the project has increased by \$1,600,000. Additional College Cash in the amount of \$800,000, as well as \$800,000 in additional Donations, will finance this increase in total project cost.

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Renovation of Peterson was identified in the 2012 Wayne State Facility Master Plan. In recent years, the lack of space in the choir and band rehearsal rooms, and other facility shortcomings, have become critical issues for program accreditation. Representatives from Jackson-Jackson & Associates, Inc., (JJA) were hired to assist Wayne State in programming the solutions to the issues. The project was further developed and refined through the design development process. In order to proceed with construction of the project, the Board is required to accept and approve the Design Development Documents, which will be presented by JJA to the Board on June 17, 2021.

Approve Use of Unappropriated Cash Funds for Peterson Fine Arts Project

Also included in this Action Item is the request by Wayne State for Board approval to use an additional \$7,820,000 on a one-time basis from unappropriated cash funds for the Peterson Fine Arts Renovation and Addition project. Per the Peterson Fine Arts Renovation and Addition Design Development Document, the total cash funding planned for the project is \$8,720,000. The Board previously approved the use of \$900,000 in cash funds on November 14, 2019 in order to proceed with planning and design. Approval of this additional funding will allow the College to move forward with construction of the project. The cash fund balance adequately supports this request.

The System Office and Wayne State College recommend approval of the Design Development Docs & Use of Unappropriated Cash for Peterson Fine Arts for Wayne State College.

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