

BOARD OF TRUSTEES OF THE NEBRASKA STATE COLLEGES
ITEMS FOR DISCUSSION AND ACTION\FISCAL, FACILITIES AND AUDIT

ACTION: **Approve Acceptance and Approval of Wayne State Athletic & Recreation Project Design Development Documents and Use of Uncommitted Cash Funds**

Accept and Approve Design Development Documents for Athletic and Recreation Complex Project

In accordance with Board Policy 8060, Wayne State recommends approval of the Athletic and Recreation Complex Project Design Development Documents. The original Program Statement for the project was approved by the Board on November 11, 2021 with an addendum approved on January 12, 2022.

The following is a brief history of the funding changes between the Program Statement and Design Development.

Funding Source	Program Statement	Design Development	Change
College Cash Funds	\$2,500,000	\$8,332,600	\$5,832,600
LB309 Task Force Funds	\$1,500,000	\$2,000,000	\$500,000
LB384 State Funds/NSCS Facility Corp. Bonds	\$14,058,814	\$10,967,400	(\$3,091,414)
Fundraising	\$5,500,000	\$5,500,000	\$0
Contingency Maintenance	\$1,000,000	\$1,000,000	\$0
Student Capital Improvement Fees	\$1,000,000	\$2,200,000	\$1,200,000
Total Funding	\$25,558,814	\$30,000,000	\$4,441,186

Due to the bond issue not resulting in the level of funding originally estimated, additional College Cash Funds are planned to cover the bond proceed shortfall of \$3,091,414. Additionally, due to various factors including estimated material escalation increases, the overall estimated cost of the project has increased by \$4,441,186. Additional College Cash Funds in the amount of \$2,741,186, as well as \$1,200,000 in additional Student Capital Improvement Fees and \$500,000 in additional LB 309 funds, are planned to finance this increase in total project cost. The College cash funding will represent approximately 28% of the total funding for the project and while this is a significant investment, it is not unprecedented in recent years for Wayne State projects. Below is a summary of cash funds for other recent capital projects.

Project Description	Cash Funds Used	Cash Funds as % of Total Project
Center for Applied Technology	\$4,431,743.72	28%
Benthack Hall Renovation	\$5,010,149.40	56%
Peterson Fine Arts (budgeted)	\$8,895,000.00	68%

The Campus Master Plans completed in 2012 and 2022 indicated that improvements to the athletic and recreation facilities are necessary. Representatives from RDG Planning & Design were hired to assist Wayne State in programming the improvements to the facilities. 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 RDG Planning & Design to the Board on November 10, 2022.

Approve Use of Uncommitted Cash Funds for Athletic and Recreation Complex Project

Also included in this Action Item is the request by Wayne State for Board approval to use an additional \$7,332,600 on a one-time basis from uncommitted cash funds for the Athletic and Recreation Complex project. Per the Athletic and Recreation Complex Design Development Documents, the total cash funding planned for the project is \$8,332,600. The Board previously approved the use of \$1,000,000 in cash funds on November 11, 2021 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 Accept and Approve Design Development Docs & Use of Uncommitted Cash Funds for Wayne State.