

Section IV - Commission's Statewide Capital Construction Budget Recommendations

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The table at the end of this section lists all approved capital construction requests from the Nebraska State College System, the University of Nebraska and the Nebraska College of Technical Agriculture (NCTA). The table identifies the Commission's funding recommendations for each project. Projects are shown in alphabetical order. A prioritized list of recommendations for funding Commission-approved projects is provided in Section V of these recommendations.

Before state tax funds may be expended, Commission review and approval is required of those projects defined as "capital construction projects" by statute. This includes projects that utilize more than \$2,000,000 in state tax funds for purposes of new construction, additions, remodeling or acquisition of a capital structure by gift, purchase, lease-purchase or other means of construction or acquisition.

In addition to requesting funds for individual capital construction projects, institutions have requested funding from the Building Renewal Allocation Fund as administered by the LB 309 Task Force for Building Renewal. The combined state college and university recommendation by category (fire & life safety, deferred

repair, Americans with Disability Act (ADA) and energy conservation) and classification are included in the table at the end of this section.

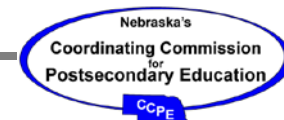
Reaffirmation requests for state college and university projects that received partial funding in prior biennia are also included in the table at the end of this section. This table provides a single location to view the Commission's state funding recommendations for public postsecondary education capital construction on a single page.

Summary of Recommended Budget Modifications

The Commission is recommending budget modifications to the following three requests:

LB 309 Task Force for Building Renewal requests: The Commission recommends increasing the annual appropriation to the Building Renewal Allocation Fund as outlined in Section I of these recommendations. An adequate and stable funding stream is needed to slow, and eventually reduce, the deferred repair backlog on university and state college campuses. In reviewing the institutional requests for building renewal funds, the

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Commission does not recommend funding the following requests which have been excluded from the funding amounts recommended in the table at the end of this section:

- CSC Hildreth Hall roof repair/replacement - \$80,000: As part of the review for the recently completed Sparks Hall renovation, CSC stated that functions located in Hildreth Hall could be relocated into other newly available space on campus. Hildreth Hall could then be mothballed or demolished in order to reduce the amount of space requiring operations and maintenance expenditures. If the facility is to be mothballed, then minimal roof repair could be performed.
- UNL Lied Center for Performing Arts roof replacement and HVAC system upgrades - \$865,000: Legislative appropriations for the construction of the Lied Center in mid-1980's stipulated that the university was to establish a \$2 million endowment fund to supplement program revenues used to operate and maintain this facility. It was the intent of the Legislature that the Lied Center would not become a long-term burden to state taxpayers.
- UNMC Medical Associates – Unit 5 upgrade to direct digital controls - \$850,000: State support of UNMC

space is primarily restricted to instructional, student support, research and institutional administrative/operational space. Patient care facilities have historically not been supported with state funds.

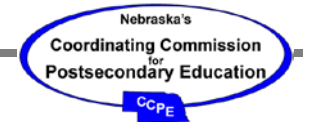
- WSC Carhart Science Building renovation - \$7,671,795: The Commission believes that a separate appropriation for this renovation should be made, which would allow the Building Renewal Allocation Fund to be used for other needed deferred repair needs.

CSC Armstrong Physical Education Building addition/renovation request: State funding for this project should be considered after the college has secured \$2 million in pledges for this project. A portion of the private donations could be used to fund initial design of the project during the 2011-2013 biennium.

CSC Rangeland Center request: State funding for this project should be considered after the college has secured \$2 million in pledges for this project. A portion of the private donations could be used to fund initial design of the project during the 2011-2013 biennium.

The following pages contain summaries of each capital construction request, including the amount of state

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funding requested, Commission approval action, recommended funding modifications by the Commission and a project description.

LB 309 Task Force for Building Renewal Capital Construction Budget Requests:

Fire & Life Safety / Deferred Repair / Americans with Disabilities Act / Energy Conservation Requests

Budget Request: \$68,760,498 (higher ed.)

Commission Approval: Approval not required, as the Task Force for Building Renewal has statutory responsibility for review and allocation of individual building renewal requests.

Budget Recommendation: The Commission recommends increasing annual cigarette tax appropriations to the Building Renewal Allocation Fund from the current \$9.163 million annual appropriation in order to adequately meet the most urgent fire & life safety needs and stop the growth of the deferred repair backlog.

Project Description: The request includes Fire & Life Safety, Deferred Repair, the Americans with

Disabilities Act (ADA) and Energy Conservation requests from the Nebraska State College System, University of Nebraska and Nebraska College of Technical Agriculture. Institutions would provide \$5.93 million in cooperative funds in addition to the funding request identified above.

Nebraska State College System Capital Construction Budget Requests:

CSC Armstrong Physical Educ. Building Add./Renov.

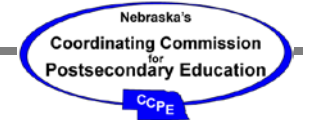
Budget Request: \$13,702,750

Commission Approval: Approved Dec. 7, 2006

Budget Recommendation: Commission recommends providing funding as outlined in the institution's capital construction budget request only if the entire \$2 million in private donations has been pledged for this project. Private donations could be used to begin design of the project in the 2011-2013 biennium if state appropriations are not available.

Project Description: This request would construct approximately 75,700 gross square feet (gsf) of additional space and renovate about 21,600

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gsf of the Armstrong Physical Education Building on campus. The project would include demolition of roughly 19,000 gsf of single-story space between the existing gymnasium and natatorium (indoor swimming pool) that would be infilled with new construction. New construction would provide space for a new 2,900-seat arena, athletic department and coaching offices, strength and conditioning, sports medicine, athletic equipment storage, locker rooms and team meeting/classroom spaces. The existing gymnasium and natatorium spaces would be renovated. Site work would also include construction of additional parking and correction of existing site drainage problems. The facility, originally constructed in 1957, is primarily used for intercollegiate men's football, men's and women's basketball and women's volleyball programs. The natatorium is used for instruction and recreation purposes. The gymnasium is also used for graduation/baccalaureate, campus assembly and tournament functions. The project is estimated to cost \$15,702,750 (\$161.38/gsf) with state appropriations and \$2 million in private donations proposed as the source of funds. The college estimates that an additional \$320,815/year (\$5.66/gsf/ year in 2006

dollars) would be needed for ongoing facility operating and maintenance costs to support the new construction less demolished space.

CSC Rangeland Center

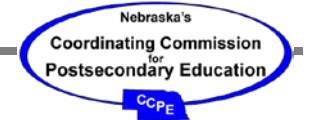
Budget Request: \$3,770,970

Commission Approval: Approved October 12, 2006

Budget Recommendation: Commission recommends providing funding as outlined in the institution's capital construction budget request only if the entire \$2 million in private donations has been pledged for this project. Private donations could be used to begin design of the project in the 2011-2013 biennium if state appropriations are not available.

Project Description: The project would construct a 33,600 gross square foot (gsf) facility for the Range Management program and intercollegiate rodeo team on the southeast corner of campus. The Range Management program would be relocated from the Burkhiser Technology Complex with the vacated spaces being converted back to general-purpose classrooms. The new facility would provide space for two class laboratories for animal and plant study, a herbarium collection room, faculty offices, a 20,000-

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square-foot arena and an apartment for a building manager. The site would also contain livestock pens for both the Range Management program and rodeo team. The project is estimated to cost \$5,770,970 (\$171.76/gsf). The source of funds would be state appropriations and \$2 million in private donations. The college estimates that an additional \$56,450/year (\$1.68/gsf/year in 2006 dollars) would be needed for ongoing facility operating and maintenance costs.

PSC Biomass Energy Center Planning

Budget Request: \$35,000

Commission Approval: Approval not required for development of a program statement. The Commission would review any request for design and construction funding following completion of programming.

Budget Recommendation: The Commission recommends funding for development of a revised program statement at this time. Commission review and approval of a program statement would be needed prior to allocation of state funding for design and construction.

Project Description: The project would provide planning money for the preparation of a program statement for the construction of a biomass energy center to provide steam heat for the PSC campus. A revised program statement is expected to propose construction of a facility to house wood-burning boilers that will reduce utilities costs to the campus, with a goal of providing a 10-year or less simple payback.

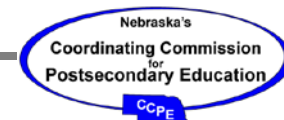
PSC Health & Fitness Complex Renovation Planning

Budget Request: \$60,000

Commission Approval: Approval not required for development of a program statement. The Commission would review any request for design and construction funding following completion of programming.

Budget Recommendation: The Commission recommends funding for development of a program statement at this time. Commission review and approval of a program statement would be needed prior to allocation of state funding for design and construction. The Commission encourages PSC to seek private funding to supplement state

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appropriations to the extent possible.

Project Description: The project would provide planning money for the preparation of a program statement for the renovation and upgrade of several campus athletic facilities. Renovation and upgrades would include: The addition of restrooms at the baseball/softball complex and renovation of the Oak Bowl stadium, press box, restrooms and field house.

WSC Carhart Science Building Renovation/Addition

Budget Request: \$7,671,795

Commission Approval: Approved October 13, 2004

Budget Recommendation: Provide funding as outlined in the institution's capital construction budget request.

Project Description: This request would provide funding for the renovation and addition to the Carhart Science Building, originally constructed in 1969. The building houses the Department of Physical Sciences and Math and the Department of Life Sciences. The building also contains a planetarium and natural history museum. Renovation work would include replacement of the mechanical/HVAC system, including fume hoods. The renovation would also

replace outdated equipment and building finishes, and address accessibility and functional deficiencies. A proposed addition would provide space for an expanded museum, student commons, relocated greenhouse and study space. In addition to this state funding request, prior funding of \$9,111,350 is being used to complete renovation of the building's top two floors. Private donations, campus operating funds and student capital improvement fees have been used for this design and renovation. The LB 309 Task Force for Building Renewal also funded a building addition that included an elevator, emergency exit stairwell and ADA restrooms.

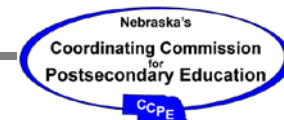
WSC U.S. Conn Library Renovation Planning

Budget Request: \$150,000

Commission Approval: Approval not required for development of a program statement. The Commission would review any request for design and construction funding following completion of programming.

Budget Recommendation: The Commission recommends funding for development of a program statement at this time. Commission review and

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approval of a program statement would be needed prior to allocation of state funding for design and construction.

Project Description: The project would fund a program statement for the renovation of U.S. Conn Library. The 75,573 gross square foot library was constructed in 1955, with an addition completed in 1970. The college states that the current design and resultant uses of the Library do not effectively support the needs of current and future students. Renovation would address aged and inefficient building systems, enhance the efficiency of building operations and utilization and provide the services and atmosphere for scholarly research and collaborative activities necessary in our technologically advanced society. According to WSC, the building no longer adequately addresses the learning resource needs of students and faculty, nor the increased demand as evidenced by increased head counts and materials usage. The library serves as the academic hub for research and scholarly activity if it provides the services sought by students, including ready access to superior technology, space for formal and informal study groups, out-of-classroom learning areas that promote

the exchange of ideas and information between students and faculty, and the provision of multi-modal learning resources.

University of Nebraska Capital Construction Budget Requests:

UNMC College of Nursing Building Lincoln Division

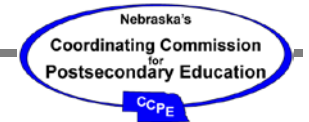
Budget Request: \$ 16,333,000

Commission Approval: April 16, 2009

Budget Recommendation: Provide funding as outlined in the institution's capital construction budget request.

Project Description: The proposed project would construct a 45,525 gross square foot (gsf) building on the University of Nebraska-Lincoln East Campus adjacent to the College of Dentistry Building. The CON - Lincoln Division currently leases about 24,780 square feet of space on three floors in a downtown Lincoln facility. UNMC offers BSN, MSN and PhD degree programs in nursing, along with a post-master's certificate, that are available at all CON Divisions, including Lincoln. The CON - Lincoln

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Division also provides public service programs and research. The proposed new facility would primarily consist of classroom, class laboratory, office and support spaces. Additional educational space would accommodate an anticipated increase in CON - Lincoln Division enrollment from 277 to 341 students (23% increase) by 2020. This would include doubling the amount of classroom space currently utilized. Research space would more than double to allow for increased research grant activity. The university estimates the total project cost for design, construction and equipping a new facility to be \$16.42 million (\$360.68/gsf), with the proposed source of funds being state appropriations. The university estimates that \$440,000 per year (\$9.66/gsf/year in FY 2012 dollars) would be needed for ongoing facility operating and maintenance (O&M) costs. The source of funding for the new building's O&M costs would also be state appropriations requested in a future biennial operating budget request.

Nebraska College of Technical Agriculture Capital Construction Budget Request:

NCTA did not request funding for new construction, renovation or planning projects for the 2011-2013 biennium.

LB 605 Facilities Fee Projects:

The Legislature passed LB 605 and the Governor signed the bill into law in April 2006. The bill authorized the expenditure of up to \$288.65 million in state appropriations and matching institutional funding (student tuition and fees) to finance long-term bonds by university and state college facilities corporations. Bonds would be financed over 14 years to address university and state college facility renovation/replacement and campus infrastructure projects.

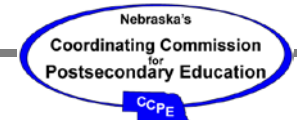
The Commission has approved 18 of the 21 projects included in the LB 605 legislation, with most either completed or near completion of construction. The three remaining projects are at the University of Nebraska Medical Center for the renovations of the Eppley Cancer Center, Poynter Hall and Wittson Hall. UNMC intends to

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use an \$8 million federal ARRA grant to supplement the renovation of the Eppley Cancer Center. UNMC is in the process of completing program planning for these three facilities and will be submitting proposals to the Commission for review.

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Capital Construction Budget Recommendations 2011-2013 Biennium for the Nebraska State College System, University of Nebraska & Nebraska College of Technical Agriculture

Institution	Project Title	Recommended Project Cost	Prior Expend./ Approp/Reaffir	Request Biennium		Future Consideration	Status/ Commission Action
				FY 2012	FY 2013		
Reaffirmation of Partially Funded Projects							
St. Col./Univ.	Systemwide - LB605 Facilities Fee Projects	\$288,650,000	\$74,092,454	\$24,325,000	\$24,325,000	\$165,907,546	Approved 18 of 21 Proj.
NCTA	Education Center	\$12,789,135	\$803,000	\$11,986,135	\$0	\$0	Approved
<i>Subtotal - Reaffirmations</i>		<i>\$301,439,135</i>	<i>\$74,895,454</i>	<i>\$36,311,135</i>	<i>\$24,325,000</i>	<i>\$165,907,546</i>	
LB 309 Task Force for Building Renewal							
St. Col./Univ.	ADA - Class I Requests	\$1,078,850	\$0	\$0	\$539,425	\$539,425	Approval Not Required
St. Col./Univ.	ADA - Class II Requests	\$771,000	\$0	\$0	\$0	\$771,000	Approval Not Required
St. Col./Univ.	Deferred Repair - Class I Requests	\$34,608,380	\$0	\$8,652,095	\$8,652,095	\$17,304,190	Approval Not Required
St. Col./Univ.	Deferred Repair - Class II Requests	\$3,868,633	\$0	\$0	\$0	\$3,868,633	Approval Not Required
St. Col./Univ.	Energy Conservation - Class I Requests	\$12,298,700	\$0	\$3,074,675	\$3,074,675	\$6,149,350	Approval Not Required
St. Col./Univ.	Energy Conservation - Class II Requests	\$2,014,000	\$0	\$0	\$0	\$2,014,000	Approval Not Required
St. Col./Univ.	Fire & Life Safety - Class I Requests	\$10,088,450	\$0	\$7,566,338	\$2,522,113	\$0	Approval Not Required
St. Col./Univ.	Fire & Life Safety - Class II Requests	\$434,500	\$0	\$0	\$43,450	\$391,050	Approval Not Required
<i>Subtotal - LB 309 Task Force Requests</i>		<i>\$65,162,513</i>	<i>\$0</i>	<i>\$19,293,108</i>	<i>\$14,831,758</i>	<i>\$31,037,648</i>	
Nebraska State College System							
CSC	Armstrong Physical Educ. Bldg. Add./Renov.	\$15,702,750	\$0	\$0	\$1,000,000	\$14,702,750	Approved
CSC	Rangeland Center	\$5,770,970	\$0	\$0	\$1,000,000	\$4,770,970	Approved
PSC	Health & Fitness Complex Renov. Planning	\$3,060,000	\$0	\$30,000	\$30,000	\$3,000,000	Approval Not Required
PSC	Biomass Energy Center Planning	\$2,535,000	\$0	\$35,000	\$0	\$2,500,000	Approval Not Required
WSC	Carhart Science Building Renovation/Add.	\$16,783,145	\$9,111,350	\$7,671,795	\$0	\$0	Approved
WSC	U.S. Conn Library Renovation Planning	\$150,000	\$0	\$150,000	\$0	\$0	Approval Not Required
<i>Subtotal - Nebraska State College System</i>		<i>\$44,001,865</i>	<i>\$9,111,350</i>	<i>\$7,886,795</i>	<i>\$2,030,000</i>	<i>\$24,973,720</i>	
University of Nebraska							
UNMC	College of Nursing - Lincoln Division Bldg.	\$16,420,500	\$87,500	\$933,300	\$6,906,900	\$8,492,800	Approved
<i>Subtotal - University of Nebraska</i>		<i>\$16,420,500</i>	<i>\$87,500</i>	<i>\$933,300</i>	<i>\$6,906,900</i>	<i>\$8,492,800</i>	
Nebraska College of Technical Agriculture at Curtis							
NCTA		\$0	\$0	\$0	\$0	\$0	
<i>Subtotal - Nebraska College of Technical Agriculture</i>		<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	<i>\$0</i>	
Means of Financing							
State Bldg. Fund/NE Capital Constr. Fund/Cig. Taxes		\$274,156,853	\$47,415,500	\$49,096,410	\$32,438,360	\$145,206,583	
Cash/Revolving Funds (incl. CIF & LB 309 Coop Funds)		\$143,471,366	\$32,283,010	\$14,327,928	\$13,655,298	\$83,205,131	
Federal Funds		\$0	\$0	\$0	\$0	\$0	
Private Donations		\$9,395,794	\$4,395,794	\$1,000,000	\$2,000,000	\$2,000,000	
Total - Nebr. State College Sys. / Univ. of Nebr. / NCTA		\$427,024,013	\$84,094,304	\$64,424,338	\$48,093,658	\$230,411,714	