

BOARD OF HIGHER EDUCATION

REQUEST FOR COMMITTEE AND BOARD ACTION

COMMITTEE: Fiscal Affairs and Administrative Policy **NO.:** FAAP 11-13
COMMITTEE DATE: November 30, 2010
BOARD DATE: December 7, 2010

APPROVAL OF MASSACHUSETTS STATE COLLEGE BUILDING AUTHORITY PROJECT PERTAINING TO AN ACADEMIC FACILITY

MOVED: MASSACHUSETTS STATE COLLEGE BUILDING AUTHORITY
RENOVATION AND EXPANSION OF HEMENWAY SCIENCE CENTER
FRAMINGHAM STATE UNIVERSITY

1. The Commissioner of the System of Public Higher Education (the "Commissioner") is authorized and directed in the name and on behalf of the Board of Higher Education (the "Board") to make a written request to the Massachusetts State College Building Authority (the "Authority") that the Authority initiate the project described in EXHIBIT A, attached hereto.
2. Bonds issued by the Authority to finance the projects for which a request is hereby authorized may be issued together with or separately from bonds issued to carry out other projects of the Authority for which the Board authorizes a request.
3. The Commissioner and all other officers of the Board, each acting singly, are authorized to request the Commissioner of Administration to approve in writing the initiation by the Authority of the projects for which a request is hereby authorized, and to do such other things and to take such other action as the officer so acting shall, as conclusively evidenced by the taking of such action, deem necessary or desirable to be done or taken to carry into effect the matters hereby authorized.
4. The Board and the Commonwealth of Massachusetts, acting by and through the Board, declare their official intent under §1.150-2(d)(1) and (e) of the Treasury Regulations as follows:

The Board reasonably expects that there shall be reimbursed from the proceeds of bonds issued by the Authority, expenditures (including expenditures made within the last 60 days) temporarily advanced by the Commonwealth (including within such term the Board and the State Colleges) for the projects for which a written request is hereby authorized, the maximum principal amount of such bonds expected to be issued, all or a portion of the proceeds of which are reasonably expected to be used for such reimbursement purposes, being
\$11,200,000

Authority: Massachusetts General Laws Chapter 15A, Section 6
Contact: Stephen Lenhardt, Deputy Commissioner of Administration and Finance

EXHIBIT A
HEMENWAY SCIENCE CENTER AT
FRAMINGHAM STATE UNIVERSITY
MSCBA PROJECT NO. FRA-0608-10

Description of Project

- (a) The Authority is authorized to implement this project by Chapter 703 of the Acts of 1963, as amended; by Section 156 of Chapter 131 of the Acts of 2010; and by Section 2 of Chapter 258 of the Acts of 2008;
- (b) The carrying out of preliminary work, including obtaining cost estimates, revenue estimates, preliminary design specifications, feasibility studies, surveys, and site analyses to determine the feasibility, approximate size, scope, purposes, location and other characteristics of any building, structure or facility the Authority is authorized to provide;
- (c) The comprehensive design for the Hemenway Hall Science Center, the relocation of the planetarium to O'Connor Hall, and the renovation of the facilities as described herein including building systems and components, and equipment primarily for the use by students and staff of the University, and their dependents, and which the Authority is authorized to provide; and
- (d) The carrying out of improvements, renovations, and other work on and the provision and installation of furnishings, fixtures and other equipment for other buildings, structures, or facilities the Authority is authorized to provide.

Project Overview

- Project includes funding the comprehensive design for the expansion, modernization, and improvement of Hemenway Hall Science Center and funding of the early phase of building repairs.
- Scope of work includes the relocation of the planetarium equipment from Hemenway Hall and its replacement or relocation to a portion of O'Connor Hall, including building improvements required to accommodate this new function, and the provision of related equipment and furnishings.
- The project revenue source will be student fees, which include \$115 per student for this project.

INDICATOR:	PRIMARY RESERVE	VIABILITY	DEBT BURDEN	RETURN ON NET ASSETS	NET OPERATING REVENUES
Target:	25.0%	>1.0	< 5.0%	3.0 – 4.0%	2.0 – 4.0%
Framingham (FY10):	34.1%	0.91	2.9%	7.2%	3.98%

Project Budget and Schedule

<u>Budget</u>		<u>Schedule</u>	
Design Services	\$3,800,000	Design	2011 – 2012
Building Construction	5,000,000	Planetarium/Chiller	2011
Planetarium Relocation	<u>2,800,000</u>	Mechanical Equipment	2012
Total Project Cost	\$11,600,000	Building Renovation	2013
Equity Contribution	<u>(1,600,000)</u>		
Total Project Fund	\$10,000,000		
Cost of Issuance/Reserves	<u>\$1,200,000</u>		
Total	\$11,200,000		