

## BOARD OF HIGHER EDUCATION

### REQUEST FOR COMMITTEE AND BOARD ACTION

**COMMITTEE:** Fiscal Affairs and Administrative Policy    **NO.:** FAAP 13-08

**COMMITTEE DATE:** October 09, 2012

**BOARD DATE:** October 16, 2012

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#### APPROVAL OF MASSACHUSETTS STATE COLLEGE BUILDING AUTHORITY STUDENT ACTIVITY PROJECT

**MOVED:** MASSACHUSETTS STATE COLLEGE BUILDING AUTHORITY  
PARKING IMPROVEMENTS AND LAND ACQUISITION PROJECT,  
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 Universities) 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 \$15,000,000.

**Authority:** Massachusetts General Laws Chapter 15A, Section 6

**Contact:** Stephen Lenhardt, Deputy Commissioner of Administration and Finance  
Fiscal and Administrative Policy

# EXHIBIT A

## MASSACHUSETTS STATE COLLEGE BUILDING AUTHORITY

### FRAMINGHAM STATE UNIVERSITY

#### PARKING IMPROVEMENTS AND LAND ACQUISITION

##### Description of Project

- (a) The purchase by the Authority of parcels of land, and any improvements thereon, located adjacent to the campus of Framingham State University, Framingham, Massachusetts; and the transfer by the Authority to the Commonwealth of Massachusetts (the "Commonwealth") of said parcels of land;
- (b) The leasing by the Authority, as lessee, from the Commonwealth (or an entity authorized therefor), as lessor, of parcels of land owned by the Commonwealth in Framingham, Massachusetts, for Framingham State University (the "University");
- (c) The carrying out of preliminary work, including obtaining cost estimates, revenue estimates, preliminary design specifications, feasibility studies, surveys, and site analyses to determine feasibility, approximate size, scope, purposes, location, and other characteristics of any building structure or facility the Authority is authorized by Chapter 703 of the Acts of 1963, as amended, to provide;
- (d) The construction of parking improvements, consisting of either surface parking, structured parking, or a combination thereof, primarily for the use by students and staff of the University, and their depend-ents, and which the Authority is authorized by Chapter 703 of the Acts of 1963, as amended, to provide; and
- (e) 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 by Chapter 703 of the Acts of 1963, as amended, to provide.

##### Project Overview

- Project is the acquisition of property adjacent to the University campus, and the improvement or construction of parking capacity.
- Project is required to relocate existing parking from the central portion of the campus to provide for the future construction of additional on-campus housing.
- The project revenue source will be student parking fees.

INDICATOR	PRIMARY RESERVE	VIABILITY	RETURN ON NET ASSETS	NET OPERATING REVENUES
Target	25.0%	>1.0	3.0% – 4.0%	2.0% - 4.0%
Framingham (FY11)	38.6%	0.8	5.5%	5.2%

##### Project Budget

Total Project Cost	\$13,000,000
Project Fund Deposit	13,000,000
Cost of Issuance/Reserves	<u>2,000,000</u>
<b>Total</b>	<b>\$15,000,000</b>