

Financial Performance Report - Operating and Capital

FINANCE AND AUDIT COMMITTEE

July 1, 2015 to March 31, 2016

The Financial Performance Report of income and expenditures is prepared from two sources: actual accounting data as recorded at Virginia Tech and the annual budgets which are also recorded in the university accounting system. The actual accounting data reflect the modified accrual basis of accounting, which recognizes revenues when received rather than when earned and commitments to buy goods and services as encumbrances when obligated and as an expenditure when paid. The Original Budget was approved by the Board of Visitors at the June meeting. The Adjusted Budget reflects adjustments to incorporate actual experience or changes made during the fiscal year. These changes are presented for review and approval by the Finance and Audit Committee and the Board of Visitors through this report. Where adjustments impact appropriations at the state level, the university coordinates with the Department of Planning and Budget to ensure appropriations are reflected accurately.

The July to March 2015-16 budget (year-to-date) is prepared from historical data which reflects trends in expenditures from previous years as well as known changes in timing. Differences between the actual income and expenditures and the year-to-date budget may occur for a variety of reasons, such as an accelerated or delayed flow of documents through the accounting system, a change in spending patterns at the college level, or increases in revenues for a particular area.

Quarterly budget estimates are prepared to provide an intermediate measure of income and expenditures. Actual revenues and expenditures may vary from the budget estimates. The projected year-end budgets are, however, the final measure of budgetary performance.

**OPERATING BUDGET
2015-16**

Attachment J

Dollars in Thousands

	July 1, 2015 to March 31, 2016			Annual Budget for 2015-16		
	Actual	Budget	Change	Original	Adjusted	Change
Educational and General Programs						
<u>University Division</u>						
<u>Revenues</u>						
General Fund	\$122,056	\$122,056	\$0	\$153,336	\$153,817	\$481 (8)
Tuition and Fees	454,374	455,635	-1,261 (1)	445,747	462,241	16,494 (9)
All Other Income	31,055	30,915	140	40,333	41,134	801 (10)
Total Revenues	\$607,485	\$608,606	\$-1,121	\$639,416	\$657,192	\$17,776
<u>Expenses</u>						
Academic Programs	\$-305,080	\$-307,230	\$2,150 (2)	\$-403,330	\$-413,958	\$-10,628 (8,9,10)
Support Programs	-170,806	-170,357	-449 (3)	-236,086	-243,234	-7,148 (8,9,10)
Total Expenses	\$-475,886	\$-477,587	\$1,701	\$-639,416	\$-657,192	\$-17,776
NET	\$131,599	\$131,019	\$580	\$0	\$0	\$0
<u>CE/AES Division</u>						
<u>Revenues</u>						
General Fund	\$54,025	\$54,025	\$0	\$68,509	\$68,519	\$10 (11)
Federal Appropriation	10,165	11,900	-1,735 (4)	15,643	17,176	1,533 (12)
All Other Income	818	768	50	892	922	30 (11)
Total Revenues	\$65,008	\$66,693	\$-1,685	\$85,044	\$86,617	\$1,573
<u>Expenses</u>						
Academic Programs	\$-63,969	\$-63,830	\$-139 (4)	\$-78,105	\$-79,678	-1,573 (11,12)
Support Programs	-5,169	-5,124	-45	-6,939	-6,939	0
Total Expenses	\$-69,138	\$-68,954	\$-184	\$-85,044	\$-86,617	\$-1,573
NET	\$-4,130	\$-2,261	\$-1,869	\$0	\$0	\$0
Auxiliary Enterprises						
Revenues	\$272,884	\$271,222	\$1,662 (5)	\$308,818	\$315,379	\$6,561 (5)
Expenses	-231,082	-236,401	5,319 (5)	-303,366	-337,874	-34,508 (5)
Reserve Drawdown (Deposit)	-41,802	-34,821	-6,981 (5)	-5,452	22,495	27,947 (5)
NET	\$0	\$0	\$0	\$0	\$0	\$0
Sponsored Programs						
Revenues	\$231,784	\$249,546	\$-17,762 (6)	\$337,972	\$337,972	\$0
Expenses	-233,641	-267,738	34,097 (6)	-337,972	-337,972	0
Reserve Drawdown (Deposit)	1,857	18,192	-16,335	0	0	0
NET	\$0	\$0	\$0	\$0	\$0	\$0
Student Financial Assistance						
Revenues	\$20,928	\$21,132	\$-204	\$20,517	\$21,134	\$617 (13)
Expenses	-19,474	-20,501	1,027	-20,517	-21,144	-627 (13,14)
Reserve Drawdown	10	10	0	0	10	10 (14)
NET	\$1,464	\$641	\$823	\$0	\$0	\$0
All Other Programs *						
Revenue	\$5,828	\$6,262	\$-434 (7)	\$7,941	\$8,226	\$285 (15)
Expenses	-5,364	-5,986	622 (7)	-7,941	-8,881	-940 (15)
Reserve Drawdown (Deposit)	-464	-276	-188	0	655	655 (15)
NET	\$0	\$0	\$0	\$0	\$0	\$0
Total University						
Revenues	\$1,203,917	\$1,223,461	\$-19,544	\$1,399,708	\$1,426,520	\$26,812
Expenses	-1,034,585	-1,077,167	42,582	-1,394,256	-1,449,680	-55,424
Reserve Drawdown (Deposit)	-40,399	-16,895	-23,504	-5,452	23,160	28,612
NET	\$128,933	\$129,399	\$-466	\$0	\$0	\$0

* All Other Programs include federal work study, alumni relations, surplus property, and unique military activities.

OPERATING BUDGET

1. Tuition and Fee revenues lags historical projections because of timing of collections due to increased participation in the budget tuition plan.
2. Academic Program expenditures lag projections due to the timing of projects.
3. Support Program expenditures exceed projections due to one-time energy efficiency projects in the physical plant.
4. The budget for federal revenue is established to match projected allotments from the federal government that are expected to be drawn down during the state fiscal year. All expenses in federal programs are covered by drawdowns of federal revenue up to allotted amounts. Federal revenue in the Cooperative Extension/Agriculture Experiment Station Division was less than the projected budget due to the timing of receipt of federal drawdowns.
5. Quarterly and projected annual variances are explained in the Auxiliary Enterprises section of this report.
6. Historical patterns have been used to develop a measure of the revenue and expenditure activity for Sponsored Programs. Actual revenues and expenses may vary from the budget estimates because projects are initiated and concluded on an individual basis without regard to fiscal year. Total sponsored research revenues and expenses are less than projected. Total sponsored research revenues are 3% greater than 2014-15 levels while expenditures are 0.9% below March 31, 2015.
7. Revenues and expenses for All Other Programs were less than projected due to lower than budgeted interest earnings and timing of Surplus Property expense activity.
8. The General Fund revenue budget has been increased \$806,483 for the 2015-16 central appropriation distribution and \$31,116 for the Virginia Interlibrary Loan Program. It has been decreased \$66,531 for a supplemental adjustment to the central appropriation distribution and \$293,456 for finalization of the state budget. The corresponding expenditure budgets have been adjusted accordingly.
9. The annual budget for Tuition and Fees has been decreased \$418,980 for the finalization of the budgets for tuition and E&G fees. It was increased \$12.4 million for strong fall enrollment and \$4.5 million for stronger than projected spring retention and earmarked fee revenue. The corresponding expenditure budgets have been adjusted accordingly.
10. The All Other Income revenue budget for the University Division has been decreased \$15,000 for budget finalizations and increased \$700,000 for stronger than projected Veterinary Teaching Hospital revenues, \$16,000 for higher than projected activity in the Child Development Lab and \$100,000 for stronger than projected activity in the Equine Medical Center. The corresponding expenditure budgets have been adjusted accordingly.
11. The General Fund and All Other Income revenue budgets have been increased \$10,438 for adjustments to the state central fund distribution and \$29,000 for HABB1 cell tower revenue. The corresponding expenditure budgets have been adjusted accordingly.
12. The Federal revenue budget in the Cooperative Extension/Agricultural Experiment Station Division has been increased \$1.5 million for the carryover of unexpended federal funds and revised calculations of federal formula funds. The corresponding expenditure budgets have been adjusted accordingly.
13. The projected year-end revenue and expense budgets for Student Financial Assistance were increased \$404,000 for the two-year College Transfer Grant and \$68,835 for the VA Military Survivors and Dependent Program. The Tuition and Fee Revenue utilized for financial aid revenue and expense budgets were increased \$144,000.
14. The projected year-end expense budget for Student Financial Assistance was increased \$9,895 for an existing balance from the prior fiscal year.
15. The projected annual budgets for All Other Programs were increased \$284,341 to finalize budgets. The expense budget was increased \$655,019 for outstanding 2014-15 commitments that were initiated but not completed before June 30, 2015.

**UNIVERSITY DIVISION
AUXILIARY ENTERPRISES**

Attachment J

Dollars in Thousands

	July 1, 2015 to March 31, 2016			Annual Budget for 2015-16		
	Actual	Budget	Change	Original	Adjusted	Change
Residence and Dining Halls						
Revenues	\$111,858	\$111,223	\$635 (1)	\$112,712	\$114,590	\$1,878 (6)
Expenses	-79,501	-80,263	762 (1)	-109,647	-126,933	-17,286 (6,7)
Reserve Drawdown (Deposit)	-32,357	-30,960	-1,397 (1)	-3,065	12,343	15,408 (6,7)
Net	\$0	\$0	\$0	\$0	\$0	\$0
Parking and Transportation						
Revenues	\$10,982	\$11,617	\$-635 (2)	\$13,353	\$13,353	\$0
Expenses	-9,209	-9,894	685 (2)	-13,595	-14,349	-754 (7,8)
Reserve Drawdown (Deposit)	-1,773	-1,723	-50 (2)	242	996	754 (7,8)
Net	\$0	\$0	\$0	\$0	\$0	\$0
Telecommunications Services						
Revenues	\$17,712	\$17,624	\$88	\$19,110	\$20,632	\$1,522 (9)
Expenses	-14,645	-14,612	-33	-18,977	-22,011	-3,034 (7,9)
Reserve Drawdown (Deposit)	-3,067	-3,012	-55	-133	1,379	1,512 (7,9)
Net	\$0	\$0	\$0	\$0	\$0	\$0
University Services System *						
Revenues	\$42,776	\$42,161	\$615 (3)	\$43,489	\$43,629	\$140 (10)
Expenses	-34,098	-35,455	1,357 (3)	-42,571	-44,178	-1,607 (7,10)
Reserve Drawdown (Deposit)	-8,678	-6,706	-1,972 (3)	-918	549	1,467 (7,10)
Net	\$0	\$0	\$0	\$0	\$0	\$0
Intercollegiate Athletics						
Revenues	\$46,785	\$46,402	\$383	\$60,659	\$66,145	\$5,486 (11)
Expenses	-55,148	-55,417	269	-58,320	-71,441	-13,121 (7,11)
Reserve Drawdown (Deposit)	8,363	9,015	-652	-2,339	5,296	7,635 (7,11)
Net	\$0	\$0	\$0	\$0	\$0	\$0
Electric Service						
Revenues	\$25,888	\$25,397	\$491 (4)	\$37,962	\$35,176	\$-2,786 (12)
Expenses	-23,962	-24,123	161	-39,790	-36,070	3,720 (7,12)
Reserve Drawdown (Deposit)	-1,926	-1,274	-652 (4)	1,828	894	-934 (7,12)
Net	\$0	\$0	\$0	\$0	\$0	\$0
Inn at Virginia Tech/Skelton Conf. Center						
Revenues	\$8,261	\$8,214	\$47	\$11,249	\$11,574	\$325 (13)
Expenses	-8,763	-8,782	19	-11,205	-11,684	-479 (7,13)
Reserve Drawdown (Deposit)	502	568	-66	-44	110	154 (7,13)
Net	\$0	\$0	\$0	\$0	\$0	\$0
Other Enterprise Functions **						
Revenues	\$8,622	\$8,584	\$38	\$10,284	\$10,280	\$-4 (14)
Expenses	-5,756	-7,855	2,099 (5)	-9,261	-11,208	-1,947 (7,14)
Reserve Drawdown (Deposit)	-2,866	-729	-2,137 (5)	-1,023	928	1,951 (7,14)
Net	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL AUXILIARIES						
Revenues	\$272,884	\$271,222	\$1,662	\$308,818	\$315,379	\$6,561
Expenses	-231,082	-236,401	5,319	-303,366	-337,874	-34,508
Reserve Drawdown (Deposit)	-41,802	-34,821	-6,981	-5,452	22,495	27,947
Net	\$0	\$0	\$0	\$0	\$0	\$0

* University Systems include Dormitory and Dining Hall System, University Service System, Intercollegiate Athletics System, and Electric Service System. University Services System includes Career Services, Center for the Arts, Health Services, Recreational Sports, Student Centers & Activities, Student Organizations, and the VT Rescue Squad.

** Other Enterprise Functions include the Clearing Accounts, Golf Course, Hokie Passport, Library Café, Library Photocopy, Licensing & Trademark, Little Hokie Hangout, New Student and Family Programs, Pouring Rights, Printing Services, Software Sales, Student Athlete Academic Support Services (SAASS) and Tailor Shop.

AUXILIARY ENTERPRISE BUDGET

1. Revenues in Residence and Dining Halls are higher than projected due to greater than anticipated housing occupancy, summer conferences, and Dining self-generated revenue. Expenses in Residence and Dining Halls are lower than projected due to timing of operating and facility project expenses.
2. Revenues and expenses in Parking and Transportation Services are lower than projected due to lower than forecasted Fleet Services business volume.
3. Revenues for the University Services System are higher than projected due to higher than budgeted student enrollment. Expenses are lower than projected due to the timing of operating expenses.
4. Revenues for Electric Service are higher than projected due to slightly higher than projected campus consumption through March 2016.
5. Expenses for Other Enterprise Functions are lower than projected due to timing of operating expenses and lower than anticipated Printing Services business volume.
6. The projected annual revenue, expense, and reserve budgets for Residence and Dining Halls were increased for dining business volume, student enrollment revenue, state compensation actions (high-turnover), expanded dining facility hours, increased dining wage rates, facility planning, residential mail services support, \$2.5 million for East Eggleston renovation project, \$7.7 million for residence halls electronic door access project, the receipt of \$468,317 from a dining vendor settlement, and Residence Hall projects.
7. The projected annual expense budget for Auxiliary Enterprises was increased for \$10.5 million in outstanding 2014-15 commitments and projects that were initiated but not completed before June 30, 2015. This amount includes \$926,873 for Athletics, \$3.1 million for Residence Halls, and \$2.2 million in Dining Hall commitments and projects. The remainder is spread across the other auxiliary programs.
8. The projected annual expense and reserve budgets for Parking and Transportation were increased for parking gate software, snow removal costs, and project management costs.
9. The projected annual revenue, expense, and reserve budgets for Telecommunications Services were increased for project business volume and equipment refreshment. Annual expense and reserve budgets were increased \$824,000 to supplant a portion of the previously authorized external debt with internal financing for the Unified Communications project.
10. The projected annual revenue, expense, and reserve budgets for the University Services System were increased for student enrollment revenues, state compensation actions (high-turnover), health services counselor, health services general practitioner, increased student organizations funding, professional development for health services personnel, Recreational Sports field equipment, and project planning for Smith Career Center.
11. The projected annual revenue budget for Intercollegiate Athletics was adjusted \$5.5 million to accommodate additional revenue of \$1.34 million from football ticket sales, \$215,000 from private gifts, \$180,000 from basketball courtside seat sales, \$100,000 from basketball receivable guarantees, \$18,000 from licensing, \$95,000 from merchandise activities, \$1.0 million from the football team's participation in the Independence Bowl, and \$2.8 million for Indoor Practice Facility capital project fundraising. These increases were partially offset by decreased revenue of \$293,000 from men's basketball season ticket sales. Annual expense and reserve draw budgets were increased \$12.2 million to accommodate \$3.3 million for primarily one-time football coaching staff transition costs, \$2.8 million for privately funded Indoor Practice Facility capital project expenses, \$1.7 million for Independence Bowl expenses, \$3.0 million for capital project planning associated with facility improvements, \$350,000 for Cassell Coliseum arena renovation, \$141,000 for men and women's basketball payable guarantees, \$210,000 for travel, and \$291,000 for ongoing operational needs.
12. The projected annual revenue and expense budgets for the Electric Services auxiliary were decreased for reduced 2015-16 cost of wholesale electricity and the associated reduction in customers' rates. Annual expense and reserve budgets were increased for one-time equipment purchases and planned reserve restoration.
13. The projected annual revenue, expense, and reserve budgets for the Inn at Virginia Tech and Skelton Conference Center were increased for business volume.
14. The projected annual revenue, expense, and reserve budgets for Other Enterprise Functions were adjusted for increased business volume in New Student Programs, licensing contracts in Software Sales, scholarship awards, equipment and professional development in Student Athlete Academic Services Support, increased scholarship expenses in Licensing and Trademark, scholarship transfer, and Hokie Passport Services smart card conversion.

**CAPITAL OUTLAY PROJECTS
AUTHORIZED AS OF March 31, 2016**

Dollars in Thousands

	CURRENT YEAR			TOTAL PROJECT BUDGET					
	ORIGINAL ANNUAL BUDGET	REVISED ANNUAL BUDGET	YTD EXPENSES	STATE SUPPORT	GENERAL OBLIGATION BOND	NONGENERAL FUND	REVENUE BOND	TOTAL BUDGET	CUMULATIVE EXPENSES
Educational and General Projects									
<u>Educational and General Maintenance Reserve</u>									
Maintenance Reserve	9,038	9,038	7,126	17,728	0	0	0	17,728	13,285 (1)
<u>Design Phase</u>									
Academic Buildings Renewal	6,750	2,500	949	27,389	0	0	0	27,389	2,306 (2)
Improve Kentland Facilities	1,020	1,000	263	8,618	0	0	0	8,618	471 (3)
Planning: Corps Leadership & Military Science Building	0	500	70	0	0	2,100	0	2,100	70 (4)
Planning: Eastern Shore AREC Storage Building	0	20	0	0	0	46	0	46	0 (5)
VBI Data Center Expansion	0	500	314	0	0	5,900	0	5,900	314 (6)
<u>Construction Phase</u>									
Address Fire Alarm Systems and Access	2,140	2,140	1,183	4,891	0	0	0	4,891	1,874 (7)
Classroom Building	24,000	24,000	14,850	42,652	0	0	0	42,652	24,519 (8)
<u>Close-Out</u>									
Human & Agricultural Biosciences Building I	209	533	465	53,759	0	0	0	53,759	53,691 (9)
Marching Virginians Practice Facility	1,261	1,748	1,671	0	0	4,750	0	4,750	4,673 (10)
McBryde 100 Classroom Renovation	2,300	2,297	1,980	0	0	2,800	0	2,800	2,483 (11)
Renovate Davidson Hall, Phase I	340	332	281	32,003	0	0	0	32,003	31,952 (12)
Signature Engineering Building	3,393	4,502	1,051	47,609	0	18,650	28,959	95,218	91,767 (13)
TOTAL	50,451	49,110	30,201	234,649	0	34,246	28,959	297,854	227,404

CAPITAL OUTLAY BUDGET**Educational and General Projects**

1. The current year and total project budget amounts reflect the balance of maintenance reserve appropriation carried forward from fiscal year 2015 and the state's fiscal year 2016 allocation of \$8.531 million of Maintenance Reserve funds.
2. This project is for the renovation of three academic buildings located in the core of main campus bordering the Drillfield: Davidson Hall-Front Section, Sandy Hall, and the Liberal Arts Building. The state authorized a total project cost of \$30.5 million based on preliminary designs and appropriated General Fund resources for the project effective fiscal year 2016. The \$27.389 million amount reflects the total project less equipment funding which is allocated separately after the start of construction. The project completed Working Drawings, and the total GMP bids are substantially higher than the authorized budget. Value engineering is underway with all three subprojects expected to be re-bid in May.
3. This project is to provide a metabolism research laboratory, an applied reproduction facility, and a building for animal demonstration, handling, and holding spaces. The state has authorized a total project cost of \$9.3 million based on preliminary designs and appropriated General Fund resources for the project effective fiscal year 2016. The \$8.618 million amount reflects the total project less equipment funding which is allocated separately after the start of construction. Working Drawings are underway for all components with an early site package completed for the Applied Reproduction Facility. Full construction for all components is expected to be underway later this year.
4. This project is to plan a new 60,500 gross square foot Corps Leadership and Military Science Building that will be located in the northern portion of the existing Upper Quad near Lane Hall. The facility would provide a centralized and consolidated home to the wide range of Corps of Cadets and ROTC programs currently dispersed around the northern area of campus. Schematic Design are complete and under review.
5. This project is to plan a new storage building for the Eastern Shore Agriculture Research and Extension Center (AREC). The facility program provides space to store and secure modern research equipment on-site. Procurement for professional services is underway. The annual budget was established in the third quarter to reflect the project's approval to move forward at the March 2016 Board of Visitors meeting.
6. This project will establish a new high performance data center within the existing Virginia Bioinformatics Institute's facilities. Bids have been received, and the costs exceed the authorized budget. Value engineering efforts are underway with the goal to have the data center ready for use by March 2017. The annual budget was established in the first quarter to reflect the project's approval to move forward at the August 2015 Board of Visitors meeting.
7. This project will support progress on fire alarm systems and accessibility improvements for several E&G buildings. The implementation plan calls for improvements to be executed in multiple packages, and construction funding will be released on a package-by-package basis. The State has appropriated \$4.89 million of General Fund resources for the total project budget of which \$4 million has been committed to the following projects underway or completed: Food Science and Technology Building, Architecture Annex, Wallace Annex, War Memorial Hall, Lane Hall, Whittemore Hall, Patton Hall, and Randolph Hall.
8. This project is for a 73,400 gross square foot classroom building to meet the university's instructional classroom and laboratory needs. Construction is underway with occupancy scheduled for fall semester 2016.
9. The project is complete and has been occupied since January 2014. The project may be closed and financial accounts terminated when completion of the authorized scope has been verified by the Chief Facilities Officer. The annual budget was adjusted in the first quarter because expenses planned for fiscal year 2015 will be processed in fiscal year 2016.
10. The project is complete and has been occupied since July 2015. The project may be closed and financial accounts terminated when final invoices are received and paid and completion of the authorized scope has been verified by the Chief Facilities Officer. The annual budget was adjusted in the first quarter because expenses planned for fiscal year 2015 will be processed in fiscal year 2016.
11. The project was closed in March 2016 with \$316,973 of unspent budget returned to the central budget.
12. The project was closed in November 2015 with \$50,733 of unspent budget returned to the state.
13. The project is complete and has been occupied since June 2014. The project may be closed and financial accounts terminated when completion of the authorized scope has been verified by the Chief Facilities Officer. The annual budget was adjusted in the first quarter to reflect expected cash outflows for fiscal year 2016.

Capital Outlay Projects Authorized as of March 31, 2016 (Continued)

Dollars in Thousands

	CURRENT YEAR			TOTAL PROJECT BUDGET					
	ORIGINAL ANNUAL BUDGET	REVISED ANNUAL BUDGET	YTD EXPENSES	STATE SUPPORT	GENERAL OBLIGATION BOND	NONGENERAL FUND	REVENUE BOND	TOTAL BUDGET	CUMULATIVE EXPENSES
Auxiliary Enterprises Projects									
<u>Auxiliary Maintenance Reserve</u>									
Maintenance Reserve	7,000	7,000	4,618	0	0	\$ 20,739	0	20,739	4,618 (1)
<u>Design Phase</u>									
Planning: Student Wellness Services	1,100	200	100	0	0	0	3,071	3,071	207 (2)
Lane Substation Expansion	2,000	500	190	0	0	2,000	4,500	6,500	190 (3)
Planning: Athletic Facilities Improvements	490	800	615	0	0	3,500	0	3,500	615 (4)
Planning: O'Shaughnessy Renovation	0	30	0	0	0	1,750	0	1,750	0 (5)
<u>Construction Phase</u>									
Residential Door Access Improvements	0	1,000	735	0	0	7,735	0	7,735	735 (6)
Unified Communications & Network Renewal	1,500	900	740	0	0	9,564	6,944	16,508	12,961 (7)
Upper Quad Residential Facilities	46,753	26,000	22,149	0	0	28,620	62,380	91,000	57,849 (8)
<u>Close-Out</u>									
Airport Hangar	2,000	2,000	1,277	0	0	2,520	0	2,520	1,283 (9)
East Eggleston Renovation	0	2,500	1,845	0	0	2,500	0	2,500	1,845 (10)
Indoor Athletic Training Facility	1,181	1,901	1,833	0	0	21,300	3,700	25,000	20,332 (11)
Residential Connectivity	1,691	644	644	0	0	4,000	0	4,000	2,953 (12)
South Recreation Field Surface Replacement	276	1,814	1,812	0	0	0	4,600	4,600	3,242 (13)
<u>On Hold and Not Funded</u>									
New Residence Hall II	0	0	0	0	0	0	27,000	27,000	182 (14)
Parking Blanket Authorizations Balance	0	0	0	0	0	0	16,547	16,547	0 (15)
Phase IV of Oak Lane Community (Houses 2 - 5)	0	0	0	0	0	0	17,518	17,518	0 (16)
TOTAL	63,991	45,289	36,558	0	0	104,229	146,260	250,489	107,013
GRAND TOTAL	\$ 114,442	\$ 94,399	\$ 66,759	\$ 234,649	\$ -	\$ 138,475	\$ 175,219	\$ 548,342	\$ 334,417

RECOMMENDATION:

That the report of income and expenditures for the University Division and the Cooperative Extension/Agricultural Experiment Station Division for the period of July 1, 2015 through March 31, 2016 and the Capital Outlay report be accepted.

June 6, 2016

Auxiliary Enterprises Projects

1. Projects are scheduled and funded by the auxiliary enterprises during the annual Auxiliary Enterprise budgeting process. The units prepare five-year plans that outline their highest priority deferred maintenance needs. The annual budget reflects the spending plans of the auxiliary units on scheduled maintenance reserve work for fiscal year 2016. The outstanding balance is committed to a five year forward looking maintenance plan to ensure sufficient resources are available for major maintenance repairs. The auxiliary maintenance reserve program covers 104 assets with a total replacement value of \$1.1 billion.
2. This project, as authorized at the March 2016, Board of Visitors meeting, is to explore alternatives and prepare design documents for an expanded, comprehensive student wellness services solution to meet student expectations.
3. This project will expand the Lane Substation on Innovation Drive. The project includes the purchase and installation of two 28,000 kilovolt-amperes (kVA) transformers, two circuit switchers, six distribution reclosers with space for an additional four reclosers, a control house and associated relay, and control equipment. Specifications for the transformers are being developed, equipment is being ordered, and the control building is anticipated to be complete late spring 2016 for that component. The entire project should be complete in late 2017. The total cost is expected to be \$6.5 million.
4. This planning project includes design work for four high priority Athletic facility improvements: Rector Field House, Baseball Facilities, athletic nutrition center, and Tennis Facilities. Design work for Rector Field House and Baseball Facilities is underway with pricing expected in June 2016. Feasibility studies are underway for an athletic nutrition center and Tennis Facilities improvements.
5. This project will plan updates to O'Shaughnessy Hall's interior; mechanical, electrical, and plumbing systems; elevators; address other deferred maintenance items as needed; and installing air conditioning. Additionally, O'Shaughnessy will be converted into a living-learning/residential college format to modernize the residential program within the building.
6. This project replaces Rasche and Brodie with two new residential facilities and razes Thomas and Monteith, effectively modernizing 1,000 beds in the residential inventory. Construction is underway. The first building, Pearson Hall, was occupied in November 2015. The second hall was originally scheduled to be occupied by fall 2016 and is behind schedule with an anticipated substantial completion by spring 2017.
7. This project will install electronic door access locks on approximately 4,520 student rooms in the existing residential system and improve access control to approximately 1,551 non-student doors. Pre-wiring for the wireless locks has begun and installation will be completed in two phases with half of the residence halls completed in the summer of 2016 and the remaining half completed in the summer of 2017. The total cost is expected to be \$7.735 million.
8. This project includes improvements to four complementary communication infrastructure components. The four components include a unified communications system, upgrading the Internet Protocol (IP) Network, upgrading the cable plant, and upgrading equipment rooms in various facilities. This project is being implemented in phases and is anticipated to be complete in spring 2017. The total expected costs are \$16.5 million.
9. This project is substantially complete and is scheduled for occupancy in May 2016.
10. This project is complete and was occupied in August 2015. The total cost is expected to be \$2.5 million. The project may be closed and financial accounts terminated when completion of the authorized scope has been verified by the Chief Facilities Officer and all expenses moved to the capital project.
11. The new field house is complete and was occupied in June 2015. The total cost is expected to be \$20.3 million and the authorization will be underspent. The project may be closed and financial accounts terminated when completion of the authorized scope has been verified by the Chief Facilities Officer.
12. The project is closed and financial accounts have been terminated. The total cost was \$2.953 million and the authorization was underspent.
13. This project is complete and was occupied in July 2015. The total cost is expected to be \$3.28 million and the authorization will be underspent. The project may be closed and financial accounts terminated when completion of the authorized scope has been verified by the Chief Facilities Officer.
14. This project envisioned a new residence hall of approximately 250 beds. Cost estimates exceed the project budget and the project is on hold while the university explores alternatives. Funding for the project may be considered pending a program plan and financial plan.
15. The purpose of this unfunded parking blanket authorization balance is to complete future improvements and repair projects for the parking system as specific needs are identified and as funding becomes available.
16. This is the remaining unallocated authorization of the original \$23.5 million Oak Lane Community, Phase IV project. The outstanding Oak Lane Community expansion, houses two through five and their necessary site improvements, may be constructed as organizations come forward with program and financing plans.

CAPITAL PROGRAM ANNUAL PERFORMANCE Cumulative Monthly Expenditures

Fiscal Year 2015 and YTD Fiscal Year 2016

