

**Financial Performance Report – Operating and Capital
FINANCE AND RESOURCE MANAGEMENT COMMITTEE**

July 1, 2021 to December 31, 2021

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 Resource Management 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 December 2021-22 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.

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, 2021 through December 31, 2021 and the Capital Outlay report be approved.

April 3, 2022

OPERATING BUDGET**2021-22**

Dollars in Thousands

	July 1, 2021 to December 31, 2021			Annual Budget for 2021-22		
	Actual	Budget	Change	Original	Adjusted	Change
Educational and General Programs						
University Division						
Revenues						
General Fund	\$91,699	\$91,699	\$0	\$214,721	\$214,275	\$-446 (9)
Tuition and Fees	361,218	358,797	2,421 (1)	619,620	629,069	9,449 (10)
All Other Income	27,096	27,119	-23	44,090	44,455	365 (11)
Total Revenues	\$480,013	\$477,615	\$2,398	\$878,432	\$887,799	\$9,367
Expenses						
Academic Programs	\$-277,528	\$-281,260	\$3,732	\$-559,541	\$-570,976	\$-11,435
Support Programs	-129,202	-130,252	1,050	-318,891	-325,408	-6,517
Reserve Drawdown/(Depos)	0	0	0	0	8,585	8,585 (12)
Total Expenses	\$-406,730	\$-411,512	\$4,782 (2)	\$-878,432	\$-887,799	\$-9,367 (9,10,11)
NET	\$73,283	\$66,103	\$7,180	\$0	\$0	\$0
CE/AES Division						
Revenues						
General Fund	\$38,456	\$38,456	\$0	\$79,216	\$79,633	\$417 (13)
Federal Appropriation	7,893	9,049	-1,156 (3)	15,647	16,811	1,164 (14)
All Other Income	635	400	235 (4)	750	750	0
Total Revenues	\$46,984	\$47,905	\$-921	\$95,613	\$97,194	\$1,581
Expenses						
Academic Programs	\$-45,162	\$-47,561	\$2,399 (5)	\$-88,315	\$-92,801	\$-4,486
Support Programs	-5,107	-5,240	133	-7,298	-7,298	0
Reserve Drawdown/(Depos)	0	0	0	0	2,905	2,905 (15)
Total Expenses	\$-50,269	\$-52,801	\$2,532	\$-95,613	\$-97,194	\$-1,581 (13,14)
NET	\$-3,285	\$-4,896	\$1,611	\$0	\$0	\$0
Auxiliary Enterprises						
Revenues	\$201,349	\$197,994	\$3,355 (6)	\$355,918	\$355,549	\$-369 (6)
Expenses	-178,908	-183,217	4,309 (6)	-350,771	-373,218	-22,447 (6)
Reserve Drawdown/(Deposit)	-22,441	-14,777	-7,664 (6)	-5,147	17,669	22,816 (6)
NET	\$0	\$0	\$0	\$0	\$0	\$0
Sponsored Programs						
Revenues	\$164,683	\$164,352	\$331 (7)	\$355,706	\$355,706	\$0
Federal Pandemic Relief	23,961	23,961	0	0	23,961	23,961 (16)
Expenses	-207,820	-208,734	914 (7)	-355,706	-379,666	-23,961 (16)
Reserve Drawdown/(Deposit)	19,176	20,421	-1,245	0	0	0
NET	\$0	\$0	\$0	\$0	\$0	\$0
Student Financial Assistance						
Revenues	\$18,134	\$19,094	\$-960	\$38,340	\$37,837	\$-503 (17)
Expenses	-17,986	-18,928	942	-38,340	-37,837	503 (17)
Reserve Drawdown/(Deposit)	0	0	0	0	0	0
NET	\$148	\$166	\$-18	\$0	\$0	\$0
All Other Programs *						
Revenue	\$4,812	\$4,992	\$-180	\$13,923	\$13,923	\$0
Federal Pandemic Relief	23,148	23,148	0	0	23,148	23,148 (18)
Expenses	-3,079	-7,834	4,755 (8)	-13,923	-37,955	-24,032 (18)
Reserve Drawdown/(Deposit)	-24,881	-20,306	-4,575 (8)	0	884	884 (18)
NET	\$0	\$0	\$0	\$0	\$0	\$0
Total University						
Revenues	\$963,084	\$959,061	\$4,023	\$1,737,932	\$1,795,117	\$57,185
Expenses	-864,792	-883,026	18,234	-1,732,785	-1,813,669	-80,885
Reserve Drawdown/(Deposit)	-28,146	-14,662	-13,484	-5,147	18,552	23,699
NET	<u>\$70,146</u>	<u>\$61,373</u>	<u>\$8,773</u>	<u>\$0</u>	<u>\$0</u>	<u>\$-1</u>

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

1. Tuition and Fee revenues are slightly ahead of projections due to the timing of tuition payments and higher than projected program fee revenues.
2. University Division E&G Academic and Support program expenditures are lower than projected due to timing of expenditures.
3. 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 and Agriculture Experiment Station Division is lower than projected due to the timing of federal drawdown.
4. Cooperative Extension and Agriculture Experiment Station Division All Other Income are higher than projected due to milk sales and self-generated revenues.
5. Cooperative Extension and Agriculture Experiment Station Division academic program expenditures are lower than historical projections due to timing of expenses and locality recovery activity.
6. Quarterly and projected annual variances are explained in the Auxiliary Enterprises section of this report.
7. 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 expenditures are higher than projected. The sponsored research expenditures are 11.6% higher than December 31, 2020.
8. Expenses for All Other Programs was lower than projected due to timing of expenditures and lower than projected Surplus Property activity.
9. The annual budget for the University Division General Fund was decreased \$0.4 million for the state share of salary and fringe benefit rate changes.
10. In June, the budget for Tuition and Fees was increased \$0.8 million for planned Fall 2021 Graduate enrollment and scholarships. The budget was increased \$6.2 million for higher than projected graduate and professional on-campus revenue and the undergraduate residency mixture. The tuition and fee budget was increased \$2.4 million for summer enrollments. The corresponding expenditure budgets have been adjusted accordingly.
11. The All Other Income revenue budget was increased \$0.4 million for self-generated earmarked revenues. The corresponding expenditure budgets have been adjusted accordingly.
12. The University Division had a cash balance of \$8.6 million at the end of the fiscal year 2020-21. The university authorized a one-time expenditure budget increase of \$8.6 million to accomplish work which was previously delayed by the pandemic.
13. The Cooperative Extension/Agriculture Experiment State Division General Fund revenue budget was increased \$0.4 million for the state share of salary and fringe benefit rate changes. The corresponding expenditure budgets have been adjusted accordingly.
14. The federal revenue budget in the Cooperative Extension/Agriculture Experiment Station Division has been increased by \$1.2 million for the carryover of unexpended federal funds in fiscal year 2020-21. The corresponding expenditure budgets have been adjusted accordingly.
15. The Cooperative Extension and Agriculture Experiment Station division had a state E&G cash balance of \$2.9 million at the end of fiscal year 2020-21. The university authorized a one-time expenditure budget increase of \$2.9 million to accomplish work which was previously delayed by the pandemic.
16. Virginia Tech received \$24.0 million funding through The Higher Education Emergency Relief Fund II and III (HEERF II & III) programs for the Student Financial Aid award expenditures. In addition, other miscellaneous CARES allocations received by the institution, not recorded in the Auxiliary or E&G programs, are recorded as Sponsored Programs activity.
17. The Student Financial Assistance revenue and expenditure budgets were decreased \$0.7 million for the finalization of the scholarship budget and technical accounting changes and increased \$0.2 million for the SCHEV GEAR Up scholarship program.
18. The projected annual budgets for All Other Programs were increased \$23.1 million for pandemic relief clearing and \$0.9 million for outstanding 2020-21 commitments that were initiated but not completed before June 30, 2021.

AUXILIARY ENTERPRISES

Dollars in Thousands

	July 1, 2021 to December 31, 2021			Annual Budget for 2021-22		
	Actual	Budget	Change	Original	Adjusted	Change
Residence and Dining Halls *						
Revenues	\$70,284	\$68,662	\$1,622 (1)	\$132,387	\$129,212	\$-3,175 (6)
Expenses	-61,352	-66,390	5,038 (1)	-128,747	-140,079	-11,332 (8,9)
Reserve Drawdown/(Deposit)	<u>-8,932</u>	<u>-2,272</u>	<u>-6,660</u>	<u>-3,640</u>	<u>10,867</u>	<u>14,507 (6,8,9)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
Parking and Transportation						
Revenues	\$10,890	\$10,115	\$775	\$15,722	\$15,722	\$0
Expenses	-7,204	-8,388	1,184	-16,912	-17,645	-733 (8)
Reserve Drawdown/(Deposit)	<u>-3,686</u>	<u>-1,727</u>	<u>-1,959</u>	<u>1,190</u>	<u>1,923</u>	<u>733 (8)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
Telecommunications Services						
Revenues	\$11,057	\$10,752	\$305	\$21,594	\$21,671	\$77 (7)
Expenses	-9,365	-10,823	1,458	-21,856	-23,146	-1,290 (7,8)
Reserve Drawdown/(Deposit)	<u>-1,692</u>	<u>71</u>	<u>-1,763</u>	<u>262</u>	<u>1,475</u>	<u>1,213 (8)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
University Services * **						
Revenues	\$31,747	\$31,513	\$234	\$55,967	\$55,952	\$-15 (7)
Expenses	-26,160	-28,720	2,560 (2)	-55,493	-57,955	-2,462 (7,8,9)
Reserve Drawdown/(Deposit)	<u>-5,587</u>	<u>-2,793</u>	<u>-2,794</u>	<u>-474</u>	<u>2,003</u>	<u>2,477 (7,8,9)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
Intercollegiate Athletics *						
Revenues	\$50,987	\$50,029	\$958	\$78,327	\$80,810	\$2,483 (10)
Expenses	-53,141	-45,171	-7,970 (3)	-77,596	-81,006	-3,410 (8)
Reserve Drawdown/(Deposit)	<u>2,154</u>	<u>-4,858</u>	<u>7,012</u>	<u>-731</u>	<u>196</u>	<u>927 (8,10)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
Electric Service *						
Revenues	\$14,711	\$16,021	\$-1,310 (4)	\$34,775	\$34,198	\$-577 (7)
Expenses	-17,879	-19,163	1,284 (4)	\$-34,197	-35,320	-1,123 (7,8)
Reserve Drawdown/(Deposit)	<u>3,168</u>	<u>3,142</u>	<u>26</u>	<u>-578</u>	<u>1,122</u>	<u>1,700 (8)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
Inn at VT/Skelton Conf. Center						
Revenues	\$4,045	\$4,326	\$-281	\$9,056	\$9,229	\$173 (7)
Expenses	-4,373	-4,456	83	-10,354	-10,694	-340 (7,8)
Reserve Drawdown/(Deposit)	<u>328</u>	<u>130</u>	<u>198</u>	<u>1,298</u>	<u>1,465</u>	<u>167 (7,8)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
Other Enterprise Functions ***						
Revenues	\$7,628	\$6,576	\$1,052 (5)	\$8,090	\$8,755	\$665 (7,11)
Expenses	566	-106	672	-5,616	-7,373	-1,757 (7,8,11)
Reserve Drawdown/(Deposit)	<u>-8,194</u>	<u>-6,470</u>	<u>-1,724</u>	<u>-2,474</u>	<u>-1,382</u>	<u>1,092 (7,8,11)</u>
Net	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL AUXILIARIES						
Revenues	\$201,349	\$197,994	\$3,355	\$355,918	\$355,549	\$-369
Expenses	-178,908	-183,217	4,309	-350,771	-373,218	-22,447
Reserve Drawdown/(Deposit)	<u>-22,441</u>	<u>-14,777</u>	<u>-7,664</u>	<u>-5,147</u>	<u>17,669</u>	<u>22,816</u>
Net	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

* University Systems include Dormitory and Dining Hall System, University Services System, Intercollegiate Athletics System, and Electric Service System. The Systems were created to provide assurance to bond holders that system revenues are pledged for the payment of debt service and to allow for dedicated repair and replacement that are not subject to liens of any creditor of the university.

** University Services System includes Career & Professional Development, Center for the Arts, Health Services, Recreational Sports, Student Engagement & Campus Life, Cultural and Community Centers, Student Organizations, and the VT Rescue Squad.

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

1. While the 2021-22 original budget for Dining included an \$11.1 million one-time decrease in business volume related to the pandemic, revenues in Residence and Dining Halls are higher than projected due to higher than budgeted meal plan sales and self-generated revenues from dining dollars and cash sales. Expenses are lower than projected due to timing of operating and project expenses. A third quarter budget adjustment is anticipated to partially offset this decrease.
2. Expenses for the University Services System are lower than projected due to timing of expenses.
3. Expenses for Intercollegiate Athletics are higher than projected due to the coaching staff transitions and buyout. A third quarter budget adjustment for \$12.0 million associated with coaching transition is anticipated.
4. Revenue and expenses for the Electric Service auxiliary are lower than projected due to lower than anticipated electricity consumption.
5. Revenues for Other Enterprise Functions are higher than projected due to increased business volume in New Student Programs and Software Sales.
6. The annual revenue budget for Residence and Dining Halls was decreased \$3.2 million due for lower than anticipated residence hall occupancy. The annual expense budget was increased \$2.5 million for a one-time equipment purchase of microwave-refrigerators for residence rooms.
7. In June 2021, the annual revenue, expense, and reserve budgets for Auxiliary Enterprises were adjusted for technical alignments and finalization of fixed cost estimates.
8. The annual expense budget for Auxiliary Enterprises was increased \$12.6 million for outstanding 2020-21 commitments and projects that were initiated but not completed before June 30, 2021.

Auxiliary Enterprise	Outstanding Commitments
Residence and Dining Halls	\$3,449,416
Parking and Transportation	732,928
Telecommunication Services	1,213,341
University Services System	2,308,486
Intercollegiate Athletics	1,857,700
Electric Service	2,299,715
Inn at Virginia Tech	149,749
Other Enterprise Functions	614,948
Total	\$12,626,283

9. The annual expense budgets for Residence and Dining Halls were increased \$5.4 million and University Services System increased \$0.2 million to increase entry level compensation to respond to the market.
10. The annual revenue, expense, and reserve budgets for Intercollegiate Athletics were increased to accommodate additional revenue of \$1.7 million for the football team's participation in the Pinstripe Bowl, \$0.7 million in private funds for the repayment of the football lounge advance, and \$1.5 million bowl expenses (total bowl expense is \$2.5 million).
11. The annual revenue, expense, and reserve budgets for Other Enterprise Functions were increased for sustainability projects and the cost of winding down operations in Printing Services.

CAPITAL OUTLAY PROJECTS
AUTHORIZED AS OF DECEMBER 31, 2021
Dollars in Thousands

	PROJECT INITIATED	FISCAL YEAR ACTIVITY			TOTAL PROJECT BUDGET						
		ANNUAL BUDGET	YTD EXPENDITURES	STATE SUPPORT	NONGENERAL FUND	REVENUE BOND	TOTAL BUDGET	CUMULATIVE EXPENDITURES			
EDUCATIONAL AND GENERAL PROJECTS											
<u>Design Phase</u>											
Undergraduate Science Laboratory Building	Jul 2017	\$ 8,000	\$ 78	\$ 86,378	\$ -	\$ -	\$ 86,378	\$ 4,753	(1)		
Planning: Replace Randolph Hall	Jul 2020	2,500	375	-	-	11,000	11,000	409	(2)		
Life, Health, Safety, Accessibility, & Code Compliance	Jul 2020	155	54	3,100	-	-	3,100	109	(3)		
<u>Construction Phase</u>											
Maintenance Reserve	On-going	14,300	4,716	29,824	-	-	29,824	15,188	(4)		
Holden Hall Renovation	Oct 2016	18,500	15,089	57,215	212	17,500	74,927	57,097	(5)		
Livestock & Poultry Research Facilities, Phase I	Oct 2016	10,000	8,909	25,274	-	-	25,274	11,592	(6)		
Construct Virginia Seafood AREC	Jul 2018	1,224	1,224	2,500	-	-	2,500	2,500	(7)		
Corps Leadership and Military Science Building	Jun 2019	10,000	7,831	-	20,650	31,350	52,000	12,949	(8)		
Data and Decision Science Building	Jul 2019	35,000	19,758	69,000	-	10,000	79,000	31,995	(9)		
Innovation Campus - Academic Building	Jul 2019	22,000	13,658	168,000	-	134,136	302,136	28,521	(10)		
Hitt Hall	Apr 2017	5,000	1,344	-	14,113	70,887	85,000	6,240	(11)		
<u>Equipment and Special Initiatives</u>											
Commonwealth Cyber Initiative	May 2019	230	63	1,500	-	-	1,500	1,333	(12)		
Fralin Biomedical Research Institute Equipment	Jul 2020	8,633	943	18,133	-	-	18,133	8,483	(13)		
Equipment for Workforce Development	May 2021	5,075	-	15,778	-	-	15,778	5,200	(14)		
<u>Close-Out</u>											
Improve Kentland Facilities	Sep 2013	363	212	12,463	-	-	12,463	12,124	(15)		
Gas-Fired Boiler at the Central Steam Plant	Apr 2017	400	274	-	8,200	-	8,200	7,812	(16)		
Acquisition: Falls Church Property	Apr 2019	2,850	-	-	-	2,850	2,850	-	(17)		
Chiller Plant Phase II	Oct 2016	5,000	4,583	32,655	10,312	-	42,968	38,741	(18)		
TOTAL EDUCATIONAL AND GENERAL PROJECTS		\$ 149,230	\$ 79,110	\$ 521,820	\$ 53,487	\$ 277,723	\$ 853,031	\$ 245,046			

Education and General Projects

1. Undergraduate Science Laboratory Building: This project will construct a 102,000 gross square foot science instruction laboratory building. Working drawings are complete and market pricing is expected to be received January 2022.
2. Planning: Replace Randolph Hall: This state authorized planning project will design the replacement of Randolph Hall with an approximately 284,000 gross square foot building to accommodate engineering instruction and research. In accordance with the state capital budget program, the university will temporarily fund the planning costs and be reimbursed through a request for construction funding as part of the fiscal year 2023 state budget call. Schematic design is underway.
3. Life, Health, Safety, Accessibility, & Code Compliance: This project improves pedestrian connectors to ensure accessible service in the North Academic District. Preliminary Design is underway.
4. Maintenance Reserve: The total project budget reflects \$2.73 million of carryforward from fiscal year 2020, and the state's fiscal year 2021 and fiscal year 2022 appropriations totaling \$27.46 million. The annual budget amount reflects the pace necessary to meet the state's 85 percent spending performance requirement by June 30, 2022.
5. Holden Hall Renovation: This project will renovate 20,000 gross square feet, demolish 21,000 gross square feet, and construct an 80,000 gross square foot expansion of Holden Hall. Construction is underway with substantial completion expected January 2022.
6. Livestock & Poultry Research Facilities, Phase I: This project is the first of two phases to renew existing facilities for the livestock and poultry programs. Construction is underway for the swine, poultry, beef, and equine packages. Packages for three hay barns and demolition are under development. Construction funding for those packages is included in the Executive Budget Bill for the 2022 General Assembly session.
7. Construct Virginia Seafood AREC: Through a collaborative effort between the university, the Foundation, and the City of Hampton, the existing facility will be replaced with a new 15,000 gross square foot facility. The project is being implemented by the Foundation and substantial completion is expected March 2022.
8. Corps Leadership and Military Science Building: The project consolidates the Corps of Cadets and ROTC programs in the northern portion of the Upper Quad project. Construction is underway with substantial completion expected July 2023.
9. Data and Decision Sciences Building: Construction of the new 120,000 gross square foot building is underway with substantial completion expected April 2023. Cash outflows shifted from fiscal year 2023 to fiscal year 2022 because the contractor's work is ahead of the estimated pace. The annual budget was adjusted to account for the increased pace. Resources are available and sufficient to cover the accelerated cash flows, and the project remains within the authorized budget.
10. Innovation Campus – Academic Building: This project will construct a new 300,000 gross square foot academic building with below grade parking as part of the Innovation Campus in Alexandria Virginia. The university received a Guaranteed Maximum Price (GMP) construction contract for the foundations and steel package on June 30, 2021 with construction starting October 2021. Working drawings are complete and market pricing is expected to be received January 2022.
11. Hitt Hall: This project houses an expansion of Myers-Lawson School of Construction, a new dining center, and other academic spaces. Working drawings are complete and market pricing for an early site and steel package was awarded December 2021. Pricing for the building package is expected to be received January 2022. Cash outflows and the annual budget were adjusted to reflect the project moving into construction. Resources are available and sufficient to cover the accelerated cash flows, and the project remains within the authorized budget.
12. Commonwealth Cyber Initiative: This project makes improvements to support the Commonwealth Cyber Initiative Hub renovations, space enhancements, and equipment. The Virginia Innovation Partnership Authority (VIPA) approves spending requests which are then allocated to Virginia Tech for procurement. The maximum appropriation from the commonwealth is \$3.5 million.
13. Fralin Biomedical Research Institute Equipment: This funding supports the procurement and installation of specialized research equipment for the Fralin Biomedical Research Institute.
14. Equipment for Workforce Development: This project supports space and equipment purchases for the instructional programs associated with the Tech Talent Investment Program.
15. Improve Kentland Facilities: The project is substantially complete and the total cost is expected to be \$12.46 million. The project may be closed and financial accounts terminated when final invoices are received and paid.
16. Gas-Fired Boiler at the Central Steam Plant: This project is substantially complete and the total cost is expected to be \$8.2 million. The project may be closed and financial accounts terminated when final invoices are received and paid.
17. Acquisition: Falls Church Property: This project was established to acquire the fee simple title to the 5.33 acres currently leased from and owned by the City of Falls Church for a net cost of \$2.85 million. The university is working with the City of Falls Church on this transaction.
18. Chiller Plant Phase II: This project is substantially complete and the total cost is expected to be \$42.968 million. The project will be closed and financial accounts terminated when final invoices are received and paid.

Capital Outlay Projects Authorized as of December 31, 2021 (Continued)

Dollars in Thousands

	PROJECT INITIATED	FISCAL YEAR ACTIVITY			TOTAL PROJECT BUDGET			CUMULATIVE EXPENDITURES		
		ANNUAL BUDGET	YTD EXPENDITURES	STATE SUPPORT	NONGENERAL FUND	REVENUE BOND	TOTAL BUDGET			
AUXILIARY ENTERPRISE PROJECTS										
<u>Design Phase</u>										
Student Wellness Improvements	Jun 2016	\$ 2,500	\$ 34	\$ -	\$ 13,310	\$ 44,690	\$ 58,000	\$ 5,100 (1)		
Dietrick Renovation	Sept 2017	1,200	89	-	8,519	-	8,519	1,037 (2)		
Global Business & Analytics Complex Residence Halls	Jun 2019	-	-	-	-	84,000	84,000	1,269 (3)		
<u>Construction Phase</u>										
Maintenance Reserve	On-going	8,000	6,458	-	8,000	-	8,000	6,458 (4)		
New Upper Quad Residence Hall	Jun 2019	6,500	4,997	-	2,000	40,000	42,000	7,484 (5)		
<u>Close-Out</u>										
Student-Athlete Performance Center	Mar 2018	417	17	-	20,417	-	20,417	19,725 (6)		
Creativity & Innovation District LLC	Oct 2016	17,176	13,003	-	15,880	89,620	105,500	100,939 (7)		
Planning: Tennis Center Improvements	Aug 2016	384	100	-	809	-	809	485 (8)		
TOTAL AUXILIARY ENTERPRISE PROJECTS		\$ 36,177	\$ 24,698	\$ -	\$ 68,934	\$ 258,310	\$ 327,244	\$ 142,496		
GRAND TOTAL		\$ 185,407	\$ 103,808	\$ 521,820	\$ 122,421	\$ 536,033	\$ 1,180,275	\$ 387,543		

Auxiliary Enterprise Projects

1. Student Wellness Improvements: The project scope and budget include refurbishments to War Memorial Hall and McComas Hall. The university is redesigning the scope to fit within the authorized budget with results of market pricing expected to be received May 2022.
2. Dietrick Renovation: This project includes refurbishing the first floor of Dietrick Hall, inserting a modern food service venue, enclosing a portion of the overhang, and improvements to the outdoor plaza. Improvements to Dietrick Hall will be implemented within the approved budget and improvements to the outdoor plaza will be implemented as a non-capital activity supported with private gift receipts. The low bid received December 2, 2021 was over budget because of escalated materials pricing. The required funding increase reflects a minor change to the budget, which may be approved administratively under the university's tier three Management Agreement with the state. Negotiations on project schedule are underway.
3. Global Business & Analytics Complex Residence Halls: This project calls for two residence halls in the northwest area of campus with a minimum of 700 beds. Because of excessive costs to deliver the program under traditional campus design standards in this area of campus, the university is exploring alternatives for project implementation.
4. Maintenance Reserve: The auxiliary maintenance reserve program covers 106 assets with a total replacement value of \$1.4 billion. Projects are scheduled and funded by the auxiliary enterprises. The units prepare five-year plans that outline their highest priority deferred maintenance needs. The annual budget and total project budget reflect the spending plans of the auxiliary units on maintenance reserve work scheduled for fiscal year 2022.
5. New Upper Quad Residence Hall: The project provides a residence hall in the upper quad section of campus with a minimum of 300 beds. The project is under construction with substantial completion expected August 2023.
6. Student-Athlete Performance Center: The project is complete and the total cost is expected to be \$20.42 million. The project will be closed and financial accounts terminated when final invoices are received and paid.
7. Creativity & Innovation District Living Learning Community (LLC): The project is substantially complete and the total cost is expected to be \$105.5 million. The project may be closed and financial accounts terminated when final invoices are received and paid. Cash outflows shifted from fiscal year 2023 to fiscal year 2022 because the contractor completed close-out work ahead of the estimated pace. The annual budget was adjusted to account for the increased pace. Resources are available and sufficient to cover the accelerated cash flows, and the project remains within the authorized budget.
8. Planning: Tennis Center Improvements: The project is complete and the total cost is expected to be \$809 thousand. The project may be closed and financial accounts terminated when final invoices are received and paid.