

May 10, 2017

MEMORANDUM

TO: State Board of Regents

FROM: David L. Buhler

SUBJECT: USHE – Capital Development Prioritization Process Review Discussion

Issue

The Board of Regents holds statutory responsibility for approving all new construction, repairs, and purchases of institutional facilities. In preparation for the 2018-19 capital development process, this presentation and discussion will review the Capital Development Prioritization (CDP) process as well as the status of capital development projects approved in prior years.

Background

Regent policy R741, *Capital Development Prioritization (CDP)* prescribes the process for ranking institutional state-funded capital facility requests by the Board of Regents. The prioritization process is comprised of two main components: a quantitative needs assessment made by staff at the Commissioner's Office and a qualitative appraisal by the Regents' Capital Facilities Committee.

The quantitative assessment scores capital projects based on how well the project fills particular institutional space needs as determined by enrollment data and existing space inventories. The quantitative assessment also scores the projects based on the amount of institutional and donor funds contributed, the condition of the facility, and institutional priority. Projects receive up to 105 points for this component of the CDP.

The qualitative component provides an additional 25 points called "Regent Priority Points" for the Capital Facilities Committee to allocate to projects for factors not included in the quantitative assessment. These points are designed by policy, R741 to reward projects that enhance institutional missions or further System-wide initiatives. Each year in May the Board of Regents adopts guidelines to govern the scoring of the Regent Priority Points. This year the Board will discuss changes to the guidelines for the 2018-19 capital development process.

The CDP process has successfully prioritized institutional projects over the last several years. The Legislature acknowledged the importance of the CDP process when it amended statute in 2016 to require the State Building Board to consider Regent rankings in their prioritization process. Last year the Legislature funded the Board's top three projects, which were also the Building Board's top three projects: the UU MED Complex, the DSU Human Performance Center, and the WSU Social Science remodel.

Every institution in the system now has at least one major building under construction. The following table shows the major construction projects under development in the USHE system. Estimated project completion dates and cost data are also provided.

Fiscal Year	Institution	Building	State Funding	Non-State Funding	Estimated Project Cost	Estimated Completion Date
2016	Snow	New Science Building	\$19,937,000	\$0	\$19,937,000	07/30/17
2016	UofU	Huntsman Cancer Institute	\$20,000,000	\$82,000,000	\$102,000,000	09/30/17
2016	UofU	Crocker Science Center	\$34,000,000	\$21,000,000	\$55,000,000	10/30/17
2016	USU	Clinical Services Building	\$10,000,000	\$20,000,000	\$30,000,000	12/01/17
2016	UofU	Orson Spencer Hall	\$0	\$60,000,000	\$60,000,000	08/01/18
2017	SLCC	Westpointe CTE Learning Center	\$42,590,500	\$250,000	\$42,840,500	03/01/18
2017	UofU	Eccles Executive Education Bldg.	\$0	\$50,000,000	\$50,000,000	06/14/18
2017	USU	Biological Sciences Building	\$38,000,000	\$7,000,000	\$45,000,000	10/15/18
2017	SUU	New Business Building	\$8,000,000	\$9,000,000	\$17,000,000	11/30/18
2017	UVU	Performing Arts Building	\$32,000,000	\$20,000,000	\$52,000,000	11/30/18
2018	WSU	Social Sciences Building	\$29,940,000*	\$5,000,000	\$34,940,000	2018/19
2018	DSU	Human Performance Center	\$25,000,000*	\$25,000,000	\$50,000,000	2019/20
2018	UofU	Medical Education and Discovery	\$50,000,000*	\$242,000,000	\$292,000,000	2020/21
			<b>\$309,467,500</b>	<b>\$541,250,000</b>	<b>\$850,717,500</b>	

\* The three FY 2018 USHE projects approved by the State Legislature were only partially funded: \$5,000,000 for the UU MED Complex, \$8,000,000 for the DSU Human Performance Center, and \$15,000,000 for the WSU Social Science remodel. The legislature has committed to funding the additional \$78 million in future years' appropriations.

### Commissioner's Recommendation

This is an information item only; no action is required.

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 David L. Buhler  
 Commissioner of Higher Education

DLB/KLH/RPA