



KANSAS BOARD OF REGENTS

Agenda Call
Fiscal Affairs and Audit Standing Committee
Tuesday, September 2, 2014
12:00pm, Conference Room B, Teleconference
Dial in number – (866) 620-7326
Conference Code – 476-523-6449

FAA AGENDA ITEMS FOR SEPTEMBER 17 & 18, 2014 BOARD MEETING

FACILITIES – SEPTEMBER 17, 2014 AGENDA – CONSENT

1. AUTHORIZATION TO ENTER INTO A LEASE AGREEMENT – WSU

Wichita State University requests approval to execute a lease agreement with Extra Space Management, Inc., a Utah Corporation and owner of the parking lot located at 5010 East 21st North (21st and Oliver) in Wichita, Kansas. This off-campus parking space will benefit students, faculty, staff and visitors by increasing the parking count and the lot will be served by the shuttle bus service currently in use at WSU. Approximately 240 spaces will be included at a cost of \$3,000 per month (excluding December, June and July). The initial term of the contract will be for two years.

2. APPROVE AMENDMENT TO FY 2015 CAPITAL IMPROVEMENT PLAN AND APPROVE ARCHITECTURAL PROGRAM STATEMENT FOR CONSTRUCTION OF A NEW ENTREPRENEURSHIP SCHOLARSHIP HALL – FHSU

Fort Hays State University is seeking approval of an architectural program statement for the construction of a new building to house (32) student residents who are engaged in entrepreneurial studies. This proposed 12,608 gross square foot facility would include resident rooms, resident toilet-bath rooms, kitchen, community room, lounge, innovation spaces, study rooms, laundry facility as well as other support spaces. The facility will be located adjacent to the new Wiest Replacement Housing project.

This facility will provide a unique living and learning environment aimed at fostering the development of entrepreneurs in Northwest Kansas. It will provide a space that brings together entrepreneurial students, faculty and regional and Kansas economic development resources to teach and to enable students from any FHSU major to become entrepreneurs.

Total estimated cost of the project including all new construction, parking lot and other necessary site improvements, contingencies and fees is \$3,000,000. Funding will be from a private gift. No financing is anticipated for completion of the project.

3. APPROVE AMENDMENT TO FY 2015 CAPITAL IMPROVEMENT PLAN AND APPROVE ARCHITECTURAL PROGRAM STATEMENT FOR RENOVATIONS TO MOSIER HALL – KSU

Kansas State University requests approval to amend the FY 2015 Capital Improvements Plan and accept the program statement for renovations to the Mosier Hall small animal clinic. The project will renovate approximately 9,500 square feet at a cost of \$191/sq.ft. for a total project cost of \$1,820,328.

The small animal clinic is located within the Veterinary Health Center located in Mosier Hall. The renovations include remodeling the lobby area to expand seating and reconfiguring the space to create better circulation for clients, provide two processing stations along with an accessible ADA admissions counter and provide ADA updates to the adjacent restrooms. All of the area will be updated with fresh paint, new flooring and ceilings and new furniture. The renovations will create a more cohesive space to better serve the needs of our students, clients and patients. This project will be phased over several months to allow the clinic to remain open during the renovations. The project will be funded from cash balances in the Veterinary Health Center fund and private gifts.

4. APPROVE OIL AND GAS LEASE – FHSU

Fort Hays State University requests the Board approve an oil and gas lease with Downing-Nelson Oil Company, authorizing Downing-Nelson to explore for oil and gas, for a term of not more than ten years and so long as oil, gas, or other minerals are produced in paying quantities, on a parcel of land located in Ellis County. The lease would retain to the State a royalty interest of 1/8 part of all oil, gas or other minerals produced as required by law. Notice of intent to lease such land was given and the lease was made upon competitive bid to the highest responsible bidder in accordance with K.S.A. 76-165. Board policy requires Board approval of all oil and gas leases entered into pursuant to K.S.A. 76-165 and the statute requires that all leases made under its provisions be executed by the chairperson of the Board of Regents and attested by the Board President and CEO.

5. AUTHORIZE THE UNIVERSITY OF KANSAS ENDOWMENT ASSOCIATION TO CONSTRUCT FIRST PHASE OF FIELDHOUSE APARTMENTS ON STATE PROPERTY – KU

The University of Kansas requests authorization for the KU Endowment Association to construct the first phase of the Fieldhouse Apartments project. Fieldhouse Apartments will provide an apartment living environment unique among current offerings at the University of Kansas. The apartments will be fully furnished, two and three bedroom apartment units. The initial phase of the Fieldhouse Apartments project will house 39 students some of whom will be student-athletes. Under NCAA requirements, no more than 49 percent of the residents will be student-athletes. Also included in the initial phase are site improvements, common spaces and service areas, and an enclosed athletic court.

The first phase of the project includes the following:

Apartments (2 and 4 bed)	15,699 NSF @ \$150/SF	\$ 2,355,000
Commons	11,263 NSF @ \$425/SF	4,787,000
Half Court	5,470 NSF @ \$200/SF	1,094,000
Unassigned Areas (corridors, restrooms, MEP equip rooms, etc.)		<u>650,000</u>
Subtotal Building Construction (40,100 gsf)		\$8,886,000
Site Construction		554,025
Other Costs including movable equipment & furnishings		1,110,000
Miscellaneous Costs (design, contingency, etc.)		<u>1,380,000</u>
Total Estimated Project Cost		\$11,900,000

The project is in design and it is anticipated that the final costs will be less than budgeted. The project will be funded with private gifts and will be constructed by the KU Endowment Association as authorized under K.S.A. 76-757. As provided by law, upon completion of construction the facility will be transferred to the University. The Apartments will be operated by the division of Student Housing. Funding for annual maintenance and operating costs will be provided by the division of Student Housing from rental income.

FACILITIES – SEPTEMBER 17, 2014 AGENDA – DISCUSSION

- 1. AUTHORIZATION TO NAME BUILDING – FHSU** **President Martin**
Fort Hays State University requests authorization to name the new Center for the Networked Learning building.

The Center for Networked Learning is a 36,000 gross square foot facility located west of Tomanek Hall on the Fort Hays State University campus. This new facility houses the university's Virtual College, the Center for Teaching Excellence and Learning Technology and the College of Business and Entrepreneurship's Department of Informatics. Included within the facility is 2,656 net square feet of unfinished, shell space to accommodate future additional space needs of the building occupants. Principal spaces include departmental offices, TV studios, radio studio, Tiger Media lab, photography lab, networking labs and Information Systems Engineering labs. This 2-story structure spans across the original Big Creek stream channel. Adjoining the CFNL is a 110-car parking lot, which connects to Dwight Drive. Occupancy of the facility commenced on July 21, 2014. Total project cost is approximately \$10,000,000.

President Martin will be recommending a name for this facility for the Board's approval.

- 2. AUTHORIZATION TO NAME BUILDING – KU** **Chancellor Gray-Little**
The University of Kansas requests authorization to name the Fieldhouse Apartments.

Fieldhouse Apartments will provide an apartment living environment unique among current offerings at the University of Kansas. The apartments will be fully furnished, private bedroom apartments. The initial phase of the Fieldhouse Apartments project will house 39 students some of whom will be student-athletes. The apartments will be operated and managed under the division of Student Housing.

Chancellor Gray-Little will be recommending a name for this facility for the Board's approval.

FISCAL – SEPTEMBER 17, 2014 AGENDA – DISCUSSION

- 1. ACT ON PROPOSED AMENDMENTS TO MEMORANDUM OF AGREEMENT WITH PSU/KNEA – PSU**

Pittsburg State University requests approval and execution of the Amendments to a Memorandum of Agreement between Pittsburg State University, the Kansas Board of Regents and the Pittsburg State University chapter of the Kansas National Education Association for FY 2014. As allowed by the Agreement and in compliance with state law concerning negotiations with represented employee groups, PSU and KNEA have met and conferred and reached agreement on proposed amendments to the Agreement. The proposed changes to the existing Agreement are to the Salaries and Duration articles, and inclusion of a new article for Post-Tenure Review.

2. ACT ON PROPOSED AMENDMENTS TO MEMORANDUM OF AGREEMENT WITH FHSU/AAUP – FHSU

Fort Hays State University requests approval and execution of Amendments to a Memorandum of Agreement between Fort Hays State University and Fort Hays State University Chapter of the American Association of University Professors. FHSU and FHSU-AAUP conducted meet and confer sessions during the spring semester of 2014, and as a result the existing Memorandum of Agreement has been modified. The substantive changes include amendments to the Salaries article and inclusion of a new Post Tenure Review article.

LEGAL – SEPTEMBER 17, 2014 AGENDA – DISCUSSION

1. ADOPT RESOLUTION AUTHORIZING A GROUND LEASE TO THE SEDGWICK COUNTY PUBLIC BUILDING COMMISSION TO FACILITATE ISSUANCE OF BONDS FOR FINANCING OF EXPERIENTIAL ENGINEERING FACILITIES ON THE CAMPUS OF WICHITA STATE UNIVERSITY – WSU

(See attached resolution.)

2. ADOPT BOND RESOLUTION FOR CONSTRUCTION OF STUDENT HOUSING TO REPLACE WIEST RESIDENCE HALL; APPROVE THE EXECUTION OF VARIOUS DOCUMENTS IN CONNECTION THEREWITH – FHSU

(See attached issue paper.)

FISCAL – SEPTEMBER 18, 2014 AGENDA – DISCUSSION

1. ACT ON BOARD’S FY 2016 AND FY 2017 UNIFIED STATE APPROPRIATION REQUEST

OTHER MATTERS

Next FAA Regular Committee Meeting – WEDNESDAY, SEPTEMBER 17, 2014, 10:15 am – 11:45am

Suggested agenda items:

1. Follow up on issues raised during the September 2, 2014 teleconference regarding FAA items on the Board’s agenda and any other questions/clarifications about Board agenda items
2. Review and Finalize FAA Committee Organization and Annual Agenda Plan Document
3. Review final FY 2016 and FY 2017 state appropriation requests
4. Staff Overview of KBOR System Financial Sources and Uses (IPEDS financial data)
5. Audits for committee review and discussion (standing item)
6. Other Committee Business