

**MINUTES OF THE JOINT CAPITAL OUTLAY SUBCOMMITTEE (JCOS)**

**Meeting No. 11 Thursday March 25, 2010, 9:00 a.m.**

**Senate Hearing Room, Ground Floor, Boji , 124 W. Allegan, Lansing, Michigan 48933**

The Joint Capital Outlay Subcommittee was called to order by the Chair at 9:00 a.m.

Members present: Senators: McManus, Brown, Switalski, Cherry, Clark-Coleman and Scott.  
Representatives: Lahti, Dean, Bennett, Switalski, Durhal, Bauer, Caul, Proos, and Booher.

Members excused: Senators: Jelinek, Cropsey, Hardiman, and Pappageorge.  
Representative: Haines.

Chair McManus placed agenda Item Number 1 before the Subcommittee.

1. MINUTES OF JOINT CAPITAL OUTLAY SUBCOMMITTEE MEETING NO. 10

Representative Lahti moved approval, supported by Senator Switalski.

With no objection, the minutes of the February 4, 2010 JCOS meeting were approved by a voice vote.

Chair McManus placed agenda Item Number 2 before the Subcommittee.

2. CONSTRUCTION AUTHORIZATION

**DMB Letter Date: 3/11/10**

The Department of Management and Budget has approved program and schematic planning documents for the Northwest Campus Replacement project at Wayne County Community College, and is requesting subcommittee approval of these planning documents. The project received construction authorization in PA 278 of 2008. Section 407 of Public Act 278 provides that the project may not move into final design, and funds may not be released, until the program statement, planning documents, and construction authorization request are approved by the Joint Capital Outlay Subcommittee.

The 87,200 gross sq. ft. (net assignable area of 55,600 sq. ft.) new classroom building will include classrooms, instructional labs, student support services, and faculty offices. In conjunction with the new building, a 6,000 sq. ft. (net assignable area of 4,000 sq. ft.) addition to the General Arts Building will be constructed. The design and construction schedule anticipates awarding the construction contract by July 2010 and completing construction by November 2011.

The Management and Budget Act requires the Department of Management and Budget to review planning documents and then submit them to the JCOS for consideration. These planning documents have yielded a construction cost estimate of \$42.0 million, which is consistent with the amounts listed in Public Act 278 of 2008. This cost will be financed \$21.0 million (50.0%) from the State and \$21.0 million (50.0%) from institution resources.

Senator Clark-Coleman moved approval, supported by Senator Scott.

The motion prevailed by a vote of 15-0-5.

Yeas: Senators: McManus, Brown, Switalski, Cherry, Clark-Coleman and Scott.

Representatives: Lahti, Dean, Bennett, Switalski, Durhal, Bauer, Caul, Proos, and Booher.

Nays: 0

NV/Excused: Senators: Jelinek, Cropsey, Hardiman, and Pappageorge.

Representative: Haines.

Chair McManus placed agenda Item Number 3 before the Subcommittee. Note: The Chair waived the 10-day rule for the Ferris State University project.

3. USE AND FINANCE STATEMENTS

The Department of Management and Budget is requesting approval of Use and Finance Statements for projects at various institutions. The projects are funded entirely from institution revenues. Subcommittee approval would allow the self-funded projects to commence, but does not commit State funds for construction, maintenance, or operation of the facilities.

	<b>DMB Letter</b>	<b>Project</b>	<b>Cost</b>	<b>Financing</b>	<b>Annual Operating</b>
<b>A1</b>	2/18/10	MSU - Eli and Edythe Broad Art Museum. The new building will consist of 45,573 gross sq. ft. and include gallery space, an education wing, a museum shop, visitor cafe and gathering space, and a works on paper study center. The current facility (Kresge Art Center) was built in 1959 and is not large enough for significant contemporary art exhibitions. It also has issues with humidity and temperature control, and lighting. Estimated completion date: April 2012.	\$45,000,000	Fundraising	\$235,000
<b>A2</b>	2/18/10	MSU – Emmons Hall Renovations. Constructed in 1955, the project will include major mechanical, electrical, plumbing, and ventilation upgrades, life safety systems, ADA code-required modifications, elevator installation, asbestos abatement, lighting upgrades, flooring & ceiling replacement, roofing & exterior repair, and other improvements. Estimated completion date: June 2011.	\$15,500,000	Bonding	No change
<b>A3</b>	2/18/10	MSU – Plant Science Construction. The new facility will connect the Plant Biology and Plant and Soil Sciences buildings. The project includes the demolition of the single-story lecture hall on the northwest corner of the Plant and Soil Sciences Building, and associated renovations being affected by the physical connections of the buildings. Current facilities are inadequate to meet present and future research needs. The project will provide new laboratory research and support space. Estimated completion date: March 2012.	\$43,200,000	Bonding	\$520,000
<b>B</b>	2/18/10	Mid Michigan Community College – Student Services Center Construction/Doan Center for Science and Health Technologies Addition. The 15,000 sq. ft. addition will include a student services area, college bookstore, student study and testing area, and common space. Phase II of the project will be renovation of vacated space on the Pickard Campus for additional	\$4,820,088	Building and Site Fund Reserve for Capital Projects	Yr. 1/ \$135,000 Thereafter/ \$365,000

		classrooms, a computer lab, expansion of academic support and library areas, and other offices. The estimated completion date for the Doan Center addition is January 2011. Note: DMB transmitted this project to JCOS without recommendation because a new fee (\$3.00 per billable hour) will be used to partially support operations of the Student Services Center. Mid Michigan has responded that the fee is not needed or intended to fund the construction project or operations of the new facility. Mid Michigan states that the purpose of the proposed fee was to enhance the college's advising model due to the number of students with developmental needs. Mid Michigan has applied for a Federal student support grant and has also self-funded new staff positions to address those student needs. No additional fees are contemplated, projected in upcoming budgets, or approved by the Board of Trustees.			
<b>C</b>	2/19/10	St. Clair County Community College – North Building Geo Thermal Improvements. The project will replace the HVAC system in the College's North Building. The project will be coordinated with replacement of a parking lot (separate \$700,000 self-funded project). The lot replacement will incorporate rain gardens and bio-swales for storm water management. Estimated completion date: August 2010.	\$4,426,000	Designated College Plant Funds	Operating Costs: \$133,259 Energy Savings: \$52,000
<b>D</b>	2/19/10	Schoolcraft College – Information Technology Infrastructure Replacement and Data Center Renovation. The project includes the installation of a new fiber backbone for the campus data and network systems. The campus data center will be renovated including: new primary air-conditioning, uninterruptible power system, new ceilings, raised floor, lights, fire suppression, and office space configuration and furniture. Estimated completion: December 2010.	\$3,822,000	Major Maintenance and Renovation Fund Savings	No Change
<b>E</b>	2/19/10	Michigan State University – Utility Distribution Repairs and Improvements. The project runs along Stadium Drive between Chestnut Road and Red Cedar Road. Improvements will include repair, waterproofing, and replacement of steam vaults, anchors, expansion joints, and valves; installation of a water main loop to increase fire hydrant flow capacity, an electrical duct bank, a communication duct line for fiber optic distribution; and correcting road and safety issues. Estimated completion date: August 2010.	\$5,300,000	University General Funds	No Change

<b>F</b>	3/4/10	Wayne State University – Parking Structure #1 2010 Structural Repairs. The facility was constructed in 1966 and provides 1,978 parking spaces. The project continues to address structural problems identified in an engineering study. The scope of the work will include structural repairs to the concrete floor/ceiling slabs, expansion joints and sealant systems in bays six, seven, and eight. Repairs will also be made related to drainage performance, and guardrail improvements will be made for code compliance. Estimated completion date: November 2010.	\$5,775,000	Parking Department Plant Fund Reserves	No Change
<b>G</b>	3/9/10	Western Michigan University – Campus Housing Phase 1 West Side R9019. This is the first in a series of projects. It will consist of four three-story buildings containing a total of 336 beds in a variety of one, two, three, and four bedroom apartments. The long-term goal is to entirely replace the existing building with new units. Estimated completion date: July 2011.	\$13,000,000	30-year Bonds	\$632,000
<b>H</b>	3/12/10	Wayne State University – Damon J. Keith Center for Civil Rights. The new center will be constructed and physically connected to the west end of the 2000 addition to the Law School (which is currently comprised of three buildings). The project will include 8,430 sq. ft. of new space and the renovation of 4,000 sq. ft. of existing space on the first and second floors. The new space will include a two-story atrium, two large conference rooms, a reception lobby, and a lecture room. Estimated completion date: September 2011.	\$5,700,000	Private Donations	\$29,505
<b>I</b>	3/17/10	Ferris State University – College of Arts & Science HVAC Renovations. The project includes demolition of the existing HVAC system components and the installation of a new chilled water cooling infrastructure. Building control systems improvements will be included to provide a comprehensive system that provides an acceptable level of environmental control and comfort for academic needs. Estimated completion date: December 2010.	\$7,000,000	Internal General Fund Maintenance Reserve Funds, Energy and Maintenance Savings, and University Bond Financing	\$600,000

J	2/19/10	University of Michigan – Ann Arbor – Central Campus Transit Center. This project will provide bus shelters and resurface North University Avenue between Fletcher and Church Streets. The project will add bike lanes and reduce the traffic lanes from two to one in each direction creating bus drop-off locations on each side of North University. Adjoining plaza areas will be improved and an accessible entrance into the west side of the Alexander G. Ruthven Museums Building will be created. The University is coordinating the replacement of the underground water main with this project. Estimated completion date: December 2010.	\$4,500,000	Business and Finance, Parking, and Utility Resources: \$2,143,807 Federal ARRA Funds: \$2,356,193	N/A
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Representative Durhal moved approval, supported by Representative Lahti.

The motion prevailed by a vote of 15-0-5.

Yeas: Senators: McManus, Brown, Switalski, Cherry, Clark-Coleman and Scott.  
Representatives: Lahti, Dean, Bennett, Switalski, Durhal, Bauer, Caul, Proos, and Booher.

Nays: 0

NV/Excused: Senators: Jelinek, Cropsey, Hardiman, and Pappageorge.  
Representative: Haines.

There being no further business before the JCOS, Chair McManus adjourned the meeting, the time being 9:06 a.m.

Senator Michelle A. McManus, Chair \_\_\_\_\_  
Pam Yeomans, Committee Clerk, (517) 373-2768