
Issue Brief – New Facilities Operations & Maintenance

NUMBER USHE-01

SUMMARY

The Analyst recommends approval of funding in the amount of \$3,266,200 for the FY 2007 operations and maintenance of ten new facilities on four campuses. The Analyst also recommends offsetting this amount by \$1,036,000 to reflect the portion of FY 2007 that these buildings will not be open and available for occupancy. These are all facilities which have been approved for construction by the Legislature, but that approval was before last year's policy of funding the operation and maintenance costs at the time of the building's approval. In addition, three buildings that were approved last year, together with O & M, will not be finished during FY 2007, so they do not need the ongoing O & M appropriation in FY 2007. The Analyst recommends a one-time reduction for these three buildings in the amount of \$1,135,600.

OBJECTIVE

Funding of O & M for new and renovated facilities helps to maintain the buildings and preserve the State's capital investments on USHE campuses.

DISCUSSION AND ANALYSIS

There are five building projects at the University of Utah, one at Weber State University, and two at the College of Eastern Utah and one at Salt Lake Community College. These projects are described below:

University of Utah

The ***Emma Eccles Jones Medical Research Building*** is a non-state funded building for academic research particularly for medical research in the fields of pathology and biochemistry. The building has approximately 129,117 square feet of laboratory space and qualifies for state funding of the operations and maintenance. The Legislature funded \$646,200 in the 2005 General Session for seven months of O & M in FY 2006. The balance of a full fiscal year funding is needed at \$461,600.

The ***Chemistry Glauss Building*** is a non-state funded building with 23,400 square feet of laboratory space for academic research. The recommendation for the FY 2007 O & M is \$187,900, but because the building will only be in operation for 11 months of FY 2007, the Analyst recommends a one-time reduction of the appropriation in the amount of \$15,600.

The ***Warnock Engineering Building*** was approved for state and non-state funding. It will be in operation for approximately ten months of FY 2007 and has 100,000 square feet of laboratory space for academic research. The recommendation for the FY 2007 O & M is \$639,100, with a one-time reduction of the appropriation in the amount of \$106,500.

The ***Moran Eye Center II*** is a non-state funded building with academic research and clinical functions. The building has 99,900 square of laboratory space. While the building may open shortly before the beginning of FY 2007, the recommendation is for the 12 months of FY 2007 in the amount of \$665,300.

The ***Marriott Library Facility Adaptation*** is for remodeling of approximately 302,000 square feet of current space. The function remains academic libraries. There is an increase in the O & M of the space in the amount of \$1.02 per square foot. The library will be in operation for four months in FY 2007. The recommendation for the FY 2007 O & M is \$322,900, with a one-time reduction of the appropriation in the amount of \$215,400.

Weber State University

The **Reed K. Swenson Building** received state funding for remodeling and renovation with major infrastructure upgrades. The building, used primarily for physical education and classrooms, will have seismic improvements and air conditioning. The additional O & M for the remodeled building is \$75,400 for FY 2007.

College of Eastern Utah

The San Juan campus' Library and Health Sciences Building was approved by the Legislature for state funding. The 28,080 square foot building will house the library, Health Sciences, and administrative functions such as Faculty Assistance, Development/Grant Office, student financial aid, testing, counseling, and advising. The FY 2007 recommended funding level for O & M is \$131,700.

The San Juan campus also has a state/non-state funded "Quad" building. The building will house the bookstore and food services, student services, and staff offices. Of the total 9,600 square footage, 4,336 will be for instructional and staff use. The O & M recommendation, based on the 4,336 square feet, is \$20,300 for FY 2007.

Salt Lake Community College

The College's new **Health Sciences Building** was approved for state funding in the 2005 General Session. The 127,000 square foot building, on the Jordan Campus, will serve the nursing, medical assistant, medical laboratory technician, physical therapy assistant, radiological technology, and surgical technology programs. The projected level of O & M is \$762,000. The Analyst recommends this amount, but because the facility will only be in operation for one month in FY 2007, the Analyst recommends a one-time reduction in the amount of \$698,500.

**USHE New Facilities Operations and Maintenance
FY 2007**

	Recommended <u>FY 2007</u>	One-time Reduction <u>FY 2007</u>	Net Recommendation <u>FY 2007</u>
O & M For Legislatively-Approved Projects			
1) University of Utah			
a. Emma Eccles Jones Medical Research Bldg.	461,600		461,600
b. Chemistry Glauss House	187,900	(15,600)	172,300
c. Warnock Engineering Building	639,100	(106,500)	532,600
d. Moran Eye Center II	665,300		665,300
e. Marriott Library Facility Adaptation	322,900	(215,400)	107,500
2) Weber State University			
a. Reed Swenson Building Remodel & Renovation	75,400		75,400
3) College of Eastern Utah			
a. San Juan Library and Health Sciences Building	131,700		131,700
b. San Juan "Quad" Building	20,300		20,300
4) Salt Lake Community College			
a. Health Sciences Building	762,000	(698,500)	63,500
Total FY 2007 USHE Funding Needed	3,266,200	(1,036,000)	2,230,200

Three buildings received approval for construction in the 2005 General Session with an accompanying amount for O & M. These were the Marriott Library Facility Adaptation at the University of Utah, the Teacher Education Building at Southern Utah University, and the Health Sciences Building at Dixie State College. These buildings will not utilize any O & M funding in FY 2007, so the Analyst recommends a one-time reduction in each of these budgets. This recommendation is outlined in the following table.

USHE New Facilities Operations and Maintenance FY 2007			
	Base Budget <u>FY</u> <u>2007</u>	One-time Reduction <u>FY 2007</u>	Net Recommendation <u>FY 2007</u>
O & M For Legislatively-Approved Projects			
1) University of Utah			
a. Marriott Library Facility Adaptation (Library)	480,000	(480,000)	0
2) Southern Utah University			
a. Teacher Education	242,500	(242,500)	0
3) Dixie State College			
a. Health Sciences Building	413,100	(413,100)	0
Total FY 2007 USHE Funding Needed	<u>1,135,600</u>	<u>(1,135,600)</u>	<u>0</u>