

**Attachment #1 - Board of Regents Policy: Physical Plant B Section 1003.7**

This authority request is for an amount greater than \$150,000.00, which requires the following additional information:

**(a) Project Description:**

This project performs the programming and design services for a new Academic building to accommodate MSU's College of Business. The facility is anticipated to be approximately 46,000 SF and constructed on the MSU Bozeman campus. It is MSU's desire construct a LEED certified (Silver or higher) facility. The new facility will accommodate academic, institute, clinics, administrative, departmental, community outreach, and support spaces to better serve students and advance the missions of the College of Business and the University.

**(b) Cost Estimate and Funding Sources:**

Estimated Cost: the design of this project is not expected to exceed \$1,600,000.

Construction:	<i>(not applicable for this authority request)</i>
Consultant Fees:	\$1,500,000
Pre-construction Services	\$ 50,000
Owner's Expenses:	\$ 25,000
<u>Contingency:</u>	<u>\$ 25,000</u>
Total	\$1,600,000

Funding Source: This project will be financed with private donations through the MSU Foundation.

**(c) Program Served, Enrollment Data, Projected Enrollment:**

The 100% instructional use facility will be occupied primarily by teaching and business related programs. The facility is expected to accommodate growth in enrollment in the College of Business from its current level of 1,141 (1,096 undergraduate and 45 graduate) students to as many as 1400 students. The new facility will also contribute to the retention of students by creating an inviting, student-centered environment that promotes collaboration, mentoring and advising. The facility will allow the College to expand its Jake Jobs Center for Entrepreneurship to offer more opportunities to students as well as to increase outreach to Montana business and economic development communities. The facility will provide space for the College's Professional Advantage Program which is designed to increase students' professional skills and awareness. It will also enable the College to offer more interdisciplinary opportunities to students in other departments who wish to complete one of the College's minors or simply to explore an area of interest such as sustainable business practices or social entrepreneurship. The new facility will include offices for MSU faculty involved in teaching business and entrepreneurial courses which

will promote recruitment and retention of university personnel. In addition the facility will provide offices for graduate assistants and teaching assistants.

The College of Business is an essential component of MSU's educational mission. The enhancement of existing programs, courses, and services will advance the College of Business' as well as the University's mission in education, research and community outreach.

**(d) Space Utilization Data:**

The facility is expected to be approximately 46,000 SF. Efficiency data will be developed over the course of the programming and designing efforts. Pre-construction services (estimating, scheduling, planning, and value engineering services) provided by a competitively selected Construction Management/General Contractor (GC/CM) will also help maximize project efficiency. It is anticipated that approximately 65% of the gross SF will be assignable space.

**(e) Projected Use for Available Residual Space**

The relocation of the College of Business into the new facility will free up approximately 14,000 SF of space in Reid Hall. Much of the space in Reid Hall will be used to relieve crowding of existing instructional occupancies and is expected to result in greater efficiency and higher quality delivery of other existing instruction programs.

**(f) Projected O&M Costs and Proposed Funding Sources:**

O&M expenditures are anticipated to cost approximately \$10.00/SF or \$460,000 per year. MSU intends to request construction authority (including O&M funding) from the 63<sup>rd</sup> Montana Legislature (2013 - Long Range Building Program).