

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

This authority is for an amount greater than \$500,000, which requires the following additional information:

(a) Project Description:

This project will remodel the existing Fire Bay (DON105) at the Donaldson campus into a Cosmetology salon and classroom area.

(b) Cost Estimate and Funding Sources:

Estimated Cost: An additional \$982,100, over the previously \$1,000,000 design and construction approved in November 2021, due to market cost escalation and associated cost-estimating exercises.

Funding Sources: Helena College is utilizing University of Montana bond proceeds for the project with debt service paid by program and course fees and salon services.

Main Construction Contract	1,495,000
Architect/Engineer Design Fee	110,950
Advertising	200
Hazardous Materials Testing and Abatement	17,200
A&E Supervisory fee 3%	57,800
Project contingency 15%	300,950
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	\$ 1,982,100

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

Helena College has been approved to plan a two-year Associate of Applied Science Degree in Cosmetology. This program will be aligned with the Montana Board of Barbers and Cosmetologists and comply with all necessary Montana licensure requirements (including mandatory 1500 hours of instruction). The program will also include an in-house salon which will be a community service and offer cosmetology services to the Helena community which will provide low-cost personal care services.

The Department of Labor and Industry estimates there are 640 jobs unfilled in Montana in the area of Cosmetology with a mean wage of \$29,130. Because this program will be more affordable to students compared to private schools, it is expected that Helena College will attract an increase in out-of-state students as well. Although the cosmetology curriculum will include some basic business concepts, graduates will be able to stack additional credentials in the area of business leading to additional certificates and potentially bachelor's degrees as needed for career advancement.

(d) Space Utilization Data:

The renovated space will serve 15 students per cohort. First year and second year cohorts equal a maximum of 60 students.

(e) Projected Use for Available Residual Space

No new space will be created with this project. The DON 105 (Fire Bay) will be re-purposed. Approximately 3907 sq. ft.

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

No new O&M costs will be requested as this is existing space on campus.