



UNIVERSITY SYSTEM  
*of* MARYLAND

Board of Regents  
Committee on Finance

October 11, 2018  
UMUC

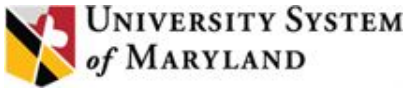
AGENDA FOR PUBLIC SESSION

Call to Order

Chairman Pevenstein

1. Convening Closed Session (action)\*
2. Frostburg State University 2018 Facilities Master Plan (presentation and information)
  - Full Plan available online: <https://www.frostburg.edu/files/docs/draft-fmp-2018-2028.pdf>
3. University System of Maryland: Official Intent Resolution on Reimbursement of System Cash Balances Spent on Revenue Bond-Authorized Projects (action)
4. University of Maryland, College Park: Establishment of \$25M Quasi-endowment to Provide Matching Fund for Maryland Promise Fund (action)
5. University of Maryland, Baltimore: Renovation of 16 S. Poppleton Street, Baltimore (action)

*\*Please note: the first item action occurs at 10:30 a.m., prior to the start of the closed session.*



**BOARD OF REGENTS**

SUMMARY OF ITEM FOR ACTION,  
INFORMATION OR DISCUSSION

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**TOPIC:** Convening Closed Session

**COMMITTEE:** Finance

**DATE OF COMMITTEE MEETING:** October 11, 2018

**SUMMARY:** The Open Meetings Act permits public bodies to close their meetings to the public in special circumstances outlined in §3-305 of the Act and to carry out administrative functions exempted by §3-103 of the Act. The Board of Regents Finance Committee will now vote to reconvene in closed session. As required by law, the vote on the closing of the session will be recorded. A written statement of the reason(s) for closing the meeting, including a citation of the authority under §3-305 and a listing of the topics to be discussed, is available for public review.

It is possible that an issue could arise during a closed session that the Committee determines should be discussed in open session or added to the closed session agenda for discussion. In that event, the Committee would reconvene in open session to discuss the open session topic or to vote to reconvene in closed session to discuss the additional closed session topic.

**ALTERNATIVE(S):** No alternative is suggested.

**FISCAL IMPACT:** There is no fiscal impact.

**CHANCELLOR’S RECOMMENDATION:** The Chancellor recommends that the Board of Regents Committee on Finance vote to reconvene in closed session.

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COMMITTEE RECOMMENDATION:

DATE:

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BOARD ACTION:

DATE:

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SUBMITTED BY: Ellen Herbst (301) 445-1923

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UNIVERSITY SYSTEM  
*of* MARYLAND

STATEMENT REGARDING CLOSING A MEETING  
OF THE COMMITTEE ON FINANCE  
OF THE USM BOARD OF REGENTS

Date: October 11, 2018

Time: 10:30 a.m.

Location: UMUC

STATUTORY AUTHORITY TO CLOSE A SESSION

Md. Code, General Provisions Article §3-305(b):

- (1) To discuss:
- (i) The appointment, employment, assignment, promotion, discipline, demotion, compensation, removal, resignation, or performance evaluation of appointees, employees, or officials over whom it has jurisdiction; or
  - (ii) Any other personnel matter that affects one or more specific individuals.
- (2)  To protect the privacy or reputation of individuals with respect to a matter that is not related to public business.
- (3)  To consider the acquisition of real property for a public purpose and matters directly related thereto.
- (4)  To consider a preliminary matter that concerns the proposal for a business or industrial organization to locate, expand, or remain in the State.
- (5)  To consider the investment of public funds.
- (6)  To consider the marketing of public securities.
- (7)  To consult with counsel to obtain legal advice on a legal matter.
- (8)  To consult with staff, consultants, or other individuals about pending or potential litigation.
- (9)  To conduct collective bargaining negotiations or consider matters that relate to the negotiations.

- (10)  To discuss public security, if the public body determines that public discussions would constitute a risk to the public or public security, including:
- (i) the deployment of fire and police services and staff; and
  - (ii) the development and implementation of emergency plans.
- (11)  To prepare, administer or grade a scholastic, licensing, or qualifying examination.
- (12)  To conduct or discuss an investigative proceeding on actual or possible criminal conduct.
- (13)  To comply with a specific constitutional, statutory, or judicially imposed requirement that prevents public disclosures about a particular proceeding or matter.
- (14)  Before a contract is awarded or bids are opened, to discuss a matter directly related to a negotiation strategy or the contents of a bid or proposal, if public discussion or disclosure would adversely impact the ability of the public body to participate in the competitive bidding or proposal process.

Md. Code, General Provisions Article §3-103(a)(1)(i):

- Administrative Matters

TOPICS TO BE DISCUSSED:

To consider a real property acquisition via lease of space in the City of Hagerstown and the investment of the USM Common Trust Fund.

REASON FOR CLOSING:

To maintain confidentiality of discussions of a potential property acquisition prior to BOR approval (§3-305(b)(3)). To maintain confidentiality of discussions of the investment of public funds (§3-305(b)(5)).



**TOPIC:** Frostburg State University 2018 Facilities Master Plan

**COMMITTEE:** Finance

**DATE OF COMMITTEE MEETING:** October 11, 2018

**SUMMARY:** Frostburg State University (FSU) requests approval of its 2018 Facilities Master Plan (FMP).

The FMP for the years 2018-2028 provides a blueprint for the next stages of development to ensure the campus community will continue to provide a high quality education for students of all levels by emphasizing the quality of the learning environment, improving on-campus housing facilities, and preserving ties to the community.

The FMP of 2018-2028 builds upon the strengths of the previous Master Plan while acknowledging the importance of smart growth initiatives and sustainable construction practices.

The Facilities Master Plan also focuses on opportunities to improve the aesthetic appeal of buildings located on outlying areas of campus, creating a warm welcoming ambiance for students, visitors, and the surrounding community. The plan also looks to increase community use of campus recreational facilities.

**ALTERNATIVE(S):** The 2018 Facilities Master Plan supports the FSU Strategic Plan. It ensures that the future facilities projects are in line with the University's four strategic goals, and therefore there are no alternatives for implementation.

**FISCAL IMPACT:** The 2018 Facilities Master Plan will have some fiscal impact, though it is important to note that the FMP states that after the completion of the approved Education and Health Science Center, FSU will have the adequate square footage needed to provide a quality educational experience for the future students of FSU. Therefore, adding additional square footage will not be requested. Rather, FSU will concentrate its efforts on improving the existing facilities. Approval of the FMP does not imply approval of capital projects or funding. These items will be reviewed through the normal procedures of the capital and operating budget processes.

**CHANCELLOR'S RECOMMENDATION:** That the Finance Committee consider Frostburg State University's 2018 Facilities Master Plan and materials as presented today for formal action at the Committee's next meeting; subsequently recommending approval to the full Board of Regents, in accordance with the Board's two-step approval process. Approval of the Plan does not imply approval of capital projects or funding. These items will be reviewed through the normal procedures of the capital and operating budget processes.

COMMITTEE RECOMMENDATION:

DATE:

BOARD ACTION:

DATE:

SUBMITTED BY: Ellen Herbst (301) 445-1923



*One University. A World of Experiences.*

October 11, 2018

**Frostburg State University  
Facilities Master Plan  
Executive Summary**

FSU, celebrating the 120<sup>th</sup> anniversary of its founding, is a large master's comprehensive, regional, state university. It serves as the premier educational and cultural center for Western Maryland and surrounding counties in Pennsylvania and West Virginia. FSU offers 47 undergraduate majors and graduate degrees in six disciplines (including the doctorate in educational leadership). FSU has increased its presence in the online market considerably over the past decade and has added significant new programs with a rural health focus.

The FMP for the years 2018-2028 provides a blueprint for the next stages of development to ensure the campus community will continue to provide a high quality education for students of all levels by emphasizing the quality of the learning environment, improving on-campus housing facilities, and preserving ties to the community.

The FMP of 2018-2028 builds upon the strengths of the previous Master Plan while acknowledging the importance of smart growth initiatives and sustainable construction practices.

The continued development and expansion of opportunities in Education, Nursing, and Health Science have initiated the University to focus on improving academic facilities for these programs by planning for the construction of a new Education and Health Sciences Center to be completed by the summer of 2022.

With stable enrollments over the next ten years, the FMP recommends options of renovating older existing academic buildings or removing existing buildings and replacing with a new facility. The purpose of the upgrades will concentrate primarily on improving function by modernizing classrooms and creating collaborative workspaces designed for students to excel in a contemporary academic atmosphere. There is attention to replacing aging and inadequate mechanicals as well in the plan. Adequate square footage exists within the existing campus core and therefore adding additional square footage will not be requested.

The Facilities Master Plan also focuses on opportunities to improve the aesthetic appeal of buildings located on outlying areas of campus, creating a warm welcoming ambiance for

Frostburg State University 2018 Facilities Master Plan, page 2

students, visitors, and the surrounding community. The plan also looks to increase community use of campus recreational facilities.

Lastly, the FMP introduces elements of a newly created Landscape Plan.

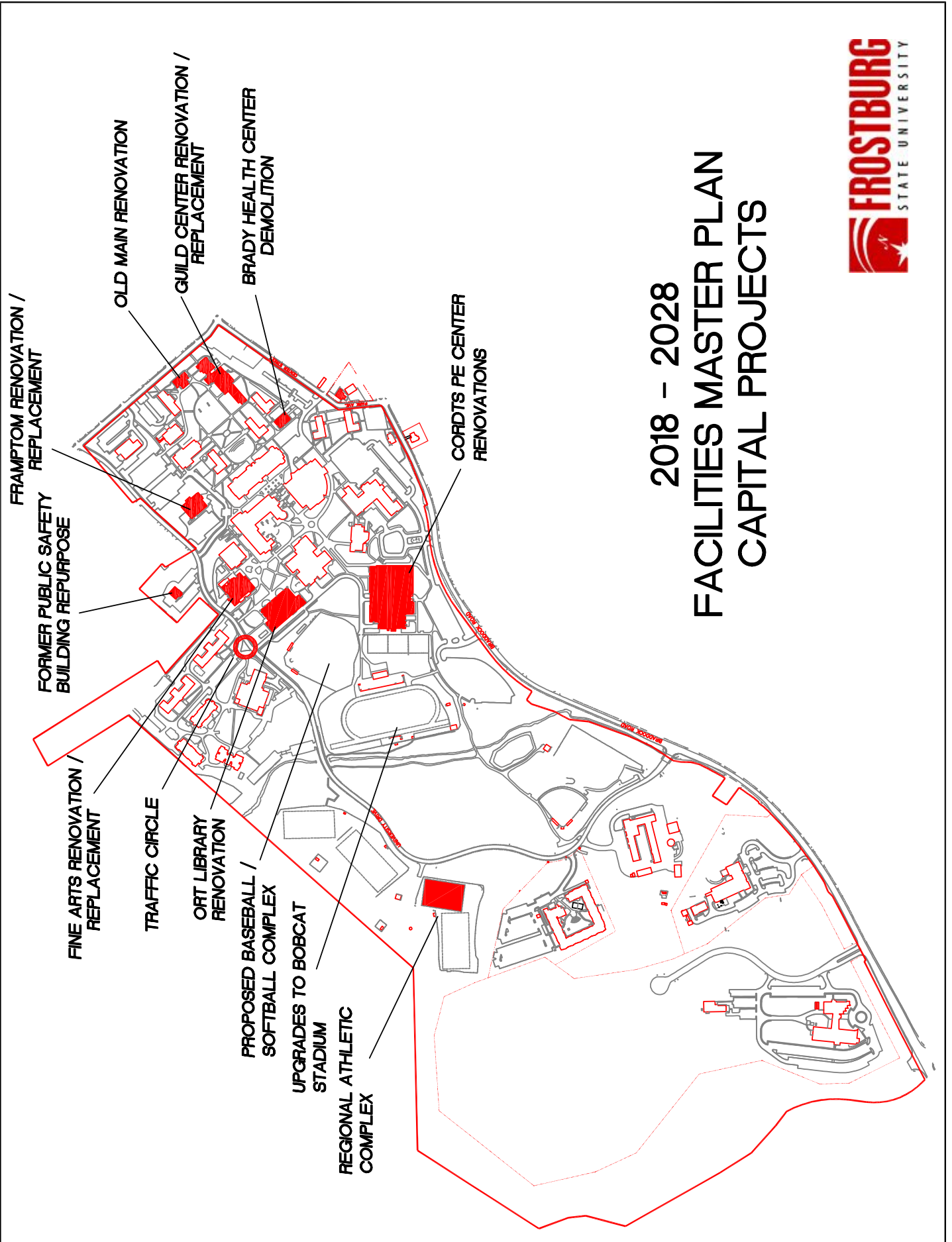
The general objectives of the Master Plan are to:

- Focus new development within the existing campus center, thus ensuring a pedestrian-friendly environment, and minimizing the impact on the natural surroundings, with a continuing commitment to sustainability and reducing FSU's carbon footprint.
- Build upon the momentum of expanding programs and improve upon existing programs by designating and renovating specific spaces for academic and support operations.
- Continue the effort to provide a quality student living experience on campus.
- Improve aesthetics by implementing a newly created Campus Landscape Plan.



(Photo by NewGraceMedia.net)





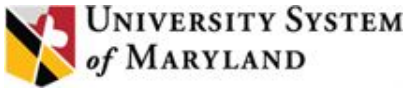
# 2018 - 2028 FACILITIES MASTER PLAN CAPITAL PROJECTS





The entire FMP is available online:

<https://www.frostburg.edu/files/docs/draft-fmp-2018-2028.pdf>



**TOPIC:** University System of Maryland: Official Intent Resolution on Reimbursement of System Cash Balances Spent on Revenue Bond-Authorized Projects

**COMMITTEE:** Finance

**DATE OF COMMITTEE MEETING:** October 11, 2018

**SUMMARY:** The University System generally authorizes approximately \$115 million annually in capital projects to be funded from revenue bond proceeds. Annual debt issuances are sized to provide approximately one year’s worth of bond proceeds for projected spending on revenue bond projects.

In fiscal year 2014, the System began the strategy of going to the market after the audited financial statements became available. This change in timing was to the System’s advantage as current audited financial statements are an integral part of the disclosure information upon which rating agencies and potential investors rely. Prior to fiscal year 2014, the System issued new debt to fund capital project costs when bond proceeds were exhausted.

However, by following the bond issuance schedule established in fiscal year 2014, the proceeds from the current issue are expected to be exhausted before proceeds from the next bond issue become available. In the interim, the plan is to use System cash to bridge the gap. The process and record-keeping infrastructure necessary to facilitate initially paying the project costs from System cash balances and then reimbursing the amounts spent from the proceeds of the next bond issue have been formalized and are in place.

The attached Exhibit A represents all of the projects authorized for revenue bond funding which may potentially utilize System cash balances over the next several months. Based on the Current Project Authorization Balances in Exhibit A, we anticipate System cash will be spent on costs eligible for reimbursement prior to the next issuance.

IRS rules for reimbursement of advance payments from the proceeds of subsequent tax-exempt bond funds require this resolution.

**BOND COUNSEL:** Miles & Stockbridge P.C.

**ALTERNATIVE(S):** The Board of Regents could decide to not spend System cash balances temporarily pending the next bond issuance, and advance the issuance process immediately.

**FISCAL IMPACT:** There is no known fiscal impact associated with this resolution.

**CHANCELLOR’S RECOMMENDATION:** That the Finance Committee recommend that the Board of Regents approve the attached resolution to enable the spending of System cash balances on revenue bond-authorized projects to be reimbursed from the proceeds of the next bond issue.

COMMITTEE RECOMMENDATION:

DATE:

BOARD ACTION:

DATE:

SUBMITTED BY: Ellen Herbst (301) 445-1923

OFFICIAL INTENT RESOLUTION  
UNDER TREASURY REGULATION SECTION 1.150-2

WHEREAS, University System of Maryland (the "Issuer") proposes to make certain capital expenditures in connection with the construction of certain capital projects as listed on Exhibit A attached hereto and made a part hereof (collectively, the "Capital Project").

WHEREAS, the Issuer intends to issue tax-exempt bonds (the "Bonds") to finance all or a portion of the purchase price, acquisition and installation expenses, costs of related construction and improvements and issuance costs of the Capital Project, all constituting capital expenditures (collectively referred to as the "Project Costs").

WHEREAS, the Issuer reasonably expects that a portion of the Project Costs will be paid by the Issuer prior to the issuance of the Bonds and that certain proceeds of the Bonds will be used to reimburse the Issuer for the Project Costs paid by the Issuer prior to the issuance of the Bonds.

NOW, THEREFORE, THE ISSUER MAKES THE FOLLOWING DECLARATION OF OFFICIAL INTENT:

1. BE IT RESOLVED, that the Issuer reasonably expects that a portion of the Project Costs will be paid by the Issuer prior to the issuance of the Bonds and that certain proceeds of the Bonds will be used to reimburse the Issuer for those Project Costs incurred and paid by the Issuer prior to the issuance of the Bonds. The Bonds will be issued in a total principal amount not to exceed \$150,000,000.

2. BE IT FURTHER RESOLVED, that the Issuer intends that the adoption of this Resolution shall be and constitute an "official intent resolution" within the meaning of Section 1.150-2 of the Income Tax Regulations prescribed by the U.S. Treasury Department.

AND BE IT FURTHER RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY SYSTEM OF MARYLAND THAT this Resolution shall be effective on the date of its adoption by the Board of Regents.

ADOPTED, this 19<sup>th</sup> day of October, 2018

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Ellen Herbst  
Vice Chancellor for Administration and  
Finance of the University of Maryland System

BOR Finance Committee - Public Session

2018A SPENDING AS OF 9/19/2018

Exhibit A

Resol	Project Name	Original	Current Project Auth Balance	FY2019 Activity	FY2018 Activity
29 Acad	BSU Fine and Performing Arts Center	9,000,000.00	4,178.16	0.00	17,510.23
33 Aux	BSU New Student Center	17,940,000.00	6,692.67	0.00	0.00
34 Acad	CSU New Science and Technology Center	10,000,000.00	91,469.57	0.00	0.00
21 Acad	FSU Equip Compton Science Center	2,614,000.00	21,759.41	0.00	0.00
39 Aux	FSU Five Dorm Renovation	4,400,000.00	3,708,925.02	691,074.98	0.00
40 Aux	FSU New Residence Hall	22,920,000.00	22,233,024.00	686,976.00	0.00
35 Aux	SU Dormitory Renovations, Campus-wide Phased	5,000,000.00	465.24	673,570.35	867,586.99
39 Aux	SU Guerrieri University Center Renovation	2,500,000.00	2,499,370.42	0.00	0.00
37 Acad	SU New Academic Commons	12,500,000.00	162,669.14	0.00	409,632.00
32 Aux	TU Burdick PH 2 Air Conditioning	5,000,000.00	167,070.19	0.00	0.00
34 Aux	TU Burdick Renovation PH 3	13,500,000.00	156,080.66	31,365.28	0.00
26 Acad	TU College of Liberal Arts - Planning	3,000,000.00	467,454.98	0.00	0.00
32 Acad	TU New College of Liberal Arts	10,000,000.00	3,587,988.18	0.00	0.00
40 Acad	TU New Science Facility	2,000,000.00	2,000,000.00	0.00	0.00
37 Aux	TU Recreation Bldg. Burdick Exp Ph 2	16,900,000.00	122,710.95	44,240.71	2,707,339.57
36 Aux	TU Recreation Building PH 2 (Addition to Burdick Hall)	20,000,000.00	5,563.81	0.00	45,776.75
32 Aux	TU Residence Halls Renovation	14,000,000.00	1,866.48	0.00	0.00
29 Aux	TU Residence Halls Renovations	1,400,000.00	3,357.53	0.00	0.00
38 Aux	TU Residence Tower Renovation	19,600,000.00	2,849.22	0.00	0.00
39 Aux	TU Residence Tower Renovation	10,000,000.00	1,733,155.46	245,125.92	3,692,935.96
37 Aux	TU Residence Tower Renovation	2,960,000.00	25,227.48	21,055.60	24,722.68
31 Aux	TU Student Housing - West Village PH II	35,000,000.00	4,398.89	0.00	937.00
38 Aux	TU Union Addition/Renovation	8,670,000.00	1,922,908.69	212,966.92	1,647,949.84
39 Aux	TU Union Addition/Renovation	39,000,000.00	38,699,166.09	260,600.84	38,670.94
40 Aux	TU Union Addition/Renovation	23,000,000.00	23,000,000.00	0.00	0.00
27 Aux	TU West Village Dining Commons	3,400,000.00	7,489.11	0.00	0.00
29 Aux	TU West Village Dining Commons	34,000,000.00	309,995.32	0.00	0.00
28 Aux	TU West Village Parking Structure	30,000,000.00	5,851,476.08	0.00	0.00
25 Aux	UB New Student Center	4,200,000.00	41,777.99	0.00	0.00
35 Aux	UMB Elevator & Fire Alarm Impr, Parking Garage	4,130,000.00	813,781.36	240,921.50	834,484.99
39 Aux	UMBC Event Center and Arena	11,000,000.00	3,886,156.02	1,108,348.38	5,979,584.56
40 Acad	UMBC Interdisciplinary Life Science Building	5,000,000.00	5,000,000.00	0.00	0.00
33 Acad	UMBC New Performing Arts & Humanities Facility	10,000,000.00	1,776,663.60	998.33	998.33
29 Aux	UMBC Parking System Improvements	1,300,000.00	20,055.00	0.00	0.00
32 Aux	UMBC Parking System Improvements	1,500,000.00	1,015,227.15	0.00	0.00
33 Aux	UMBC Replacement of Communication Tower	1,560,000.00	80,139.45	0.00	0.00
37 Aux	UMBC Residence Hall Renovations/Additions	3,900,000.00	449,464.43	0.00	0.00

BOR Finance Committee - Public Session

2018A SPENDING AS OF 9/19/2018

Exhibit A

Resol	Project Name	Original	Current Project Auth Balance	FY2019 Activity	FY2018 Activity
27 Aux	UMBC Student Recreation Fields & Courts	500,000.00	500,000.00	0.00	0.00
21 Acad	UMCES Construct Aquaculture Building	3,445,000.00	5,573.07	0.00	0.00
39 Acad	UMCP Brendan Iribe Center for Computer Science	10,000,000.00	3,987,044.87	4,557,023.55	1,137,958.97
35 Acad	UMCP Campus-Wide Building System and Infrastructure	5,000,000.00	152,373.60	0.00	109,500.00
36 Acad	UMCP Campus-Wide Building System and Infrastructure	5,000,000.00	782,670.15	0.00	0.00
29 Aux	UMCP CSS and Residence Halls SCUB Expansion	300,000.00	44,047.40	0.00	0.00
32 Aux	UMCP CSS and Residence Halls SCUB Expansion	2,250,000.00	1,947,473.48	0.00	8,888.00
38 Aux	UMCP Dorchester Residence Hall Renovation	10,300,000.00	2,311,218.57	2,132,002.19	4,124,153.93
32 Aux	UMCP Fraternity/Sorority Houses Renov PH 9	11,670,000.00	185,561.49	0.00	0.00
28 Aux	UMCP Fraternity/Sorority Houses Renovation	10,430,000.00	922,512.73	0.00	0.00
35 Aux	UMCP High Rise Residence Hall A/C	9,560,000.00	3,122,988.03	0.00	0.00
27 Aux	UMCP High Rise Residence Hall SCUB	4,900,000.00	4,248,312.40	0.00	0.00
40 Aux	UMCP N. Campus Dining Hall Replacement	3,000,000.00	2,763,242.29	236,757.71	0.00
34 Aux	UMCP Replace Carrol, Caroline, Wicomico Halls, SCUB II Expansion	55,591,000.00	2,000,000.00	0.00	0.00
40 Aux	UMCP Rosborough Lane Parking Garage	2,000,000.00	2,000,000.00	0.00	0.00
39 Aux	UMCP Two New Residence Halls	23,500,000.00	22,430,289.29	1,025,734.54	40,802.94
40 Aux	UMCP Two New Residence Halls	43,000,000.00	42,826,773.49	173,226.51	0.00
37 Aux	UMES Nuttle Hall Residence Renovation	800,000.00	800,000.00	0.00	0.00
20 Acad	UMES Social Science, Education and Health Sci	10,000,000.00	145,202.71	0.00	0.00
22 Acad	UMES Utilities Upgrade/Site Improvement	6,100,000.00	36,567.51	0.00	0.00
28 Aux	UMES Wicomico Hall System Upgrade	1,500,000.00	1,045,430.55	0.00	0.00
Various	Acad System Wide Facilities Renewal	89,880,393.00	36,456,979.38	910,180.00	1,283,075.45
	Cost of Issue			10,000.00	340,941.96



SUMMARY OF ITEM FOR ACTION,  
INFORMATION OR DISCUSSION

**TOPIC:** University of Maryland, College Park: Establishment of \$25M Quasi-endowment to Provide Matching Fund for Maryland Promise Fund

**COMMITTEE:** Finance

**DATE OF COMMITTEE MEETING:** October 11, 2018

**SUMMARY:** During the 2018 session of the General Assembly, SB 502 was passed and signed into law permitting the Board of Regents to authorize the University to establish a quasi-endowment (a fund established by the Board and managed as an endowment) in the amount of \$25M. The purpose of the fund is to satisfy the University’s commitment to match fundraising for an endowment that will generate annual spendable income to be used to fund need-based scholarships.

The commitment in the Clark Foundation gift is to create an aggregate \$100M endowment, funded with \$50M to be raised from private sources, and to be matched by equal amounts to be contributed by the University and the Clark Foundation, on a 2-to-1-to-1 basis. That is to say, for every \$1 of private endowment funding raised, \$0.50 will be matched by the University (the endowment funds relating to the current item) and \$0.50 will be matched by the Clark Foundation. The aggregated endowment fund is known as the *Maryland Promise Fund*.

The System and its institutions are required by state law to maintain cash balances with the State of Maryland Treasurer. With the legislative authorization of SB 502 signed into law this past Spring, this agenda item formalizes the Board’s decision to allow the University to establish the quasi-endowment, manage it as an endowment fund, and invest the funds with the USM Foundation.

The \$25M of funding is to be transferred to the USM Foundation to be invested immediately as a temporary quasi-endowment that will be used to provide the University’s matching funding to the Maryland Promise Fund. As fundraising yields private donations annually, a report will be provided to the USM Office as of each March 31, and the total of the past 12 months’ private endowment fundraising for the Maryland Promise Fund will be matched on a 2-to-1 basis with a transfer from the \$25M temporary quasi-endowment. No spendable income will be used from the temporary quasi-endowment fund prior to transfer to the Maryland Promise Fund endowment.

**ALTERNATIVE(S):** The Board of Regents could elect to not take the opportunity provided by legislated authority to establish the quasi-endowment. This would likely jeopardize the \$219M gift from the Clark Foundation.

**FISCAL IMPACT:** There is no fiscal impact as quasi-endowments are considered a part of unrestricted fund balances.

**CHANCELLOR’S RECOMMENDATION:** That the Finance Committee recommend that the Board of Regents approve the establishment of a quasi-endowment in the amount of \$25M for the University to provide matching funds for an endowment fund to be raised from private donations to benefit the School of Engineering, in accordance with the terms and conditions of the Clark Foundation gift.

COMMITTEE RECOMMENDATION:

DATE:

BOARD ACTION:

DATE:

SUBMITTED BY: Ellen Herbst (301) 445-1923



**TOPIC:** University of Maryland, Baltimore: Renovation of 16 S. Poppleton Street, Baltimore, MD

**COMMITTEE:** Finance

**DATE OF COMMITTEE MEETING:** October 11, 2018

**SUMMARY:** The University of Maryland, Baltimore (UMB) requests approval to renovate the recently acquired building at 16 S. Poppleton Street for its Community Engagement Center (CEC) at a total cost of \$9.6M. The funding for the project will be a combination of grants, gifts, and institutional funds as detailed below. At its June meeting, the Board of Regents approved the acquisition of the property for \$265,000. The project’s scope of work includes the complete renovation of the three-story brick masonry structure containing approximately 20,000 SF to result in multipurpose rooms, dance/fitness rooms, computer lab, counseling suite, health and wellness suite, and offices.

As you may recall from the institution’s presentation at the Capital Workshop in May, the completion of this project will enable the UMB CEC to offer a wide variety of programs and services to the West Baltimore communities, giving residents a place to access services promoting neighborhood and economic development, education, and health. The Center brings the University and community together to solve complex and persistent problems that diminish residents’ quality of life. Many programs are developed and managed by UMB faculty, staff, or students. Other programs are managed by the University’s partners in the community or government.

The University intends to engage the Maryland Economic Development Corporation (MEDCO) to manage the design, construction, and equipping of 16 S. Poppleton Street. The UMB Service Center has reviewed and signed off on the proposal with respect to scope of work, cost estimating, and ability to complete the project in a timely manner.

**ALTERNATIVE(S):** As an alternative, UMB could continue to lease space in the UMB BioPark, however the space is too small to accommodate the expanding program services and growing number of visitors. This decision would limit the University’s ability to offer a comprehensive set of community services. For several years, the University had been searching without success for a building or building site that was close to the campus yet within the West Baltimore communities. The Poppleton property is well situated along the edge of the UMB BioPark. Importantly, this renovation will return the building to a productive use that will be beneficial to the West Baltimore communities.

**FISCAL IMPACT:** The University anticipates spending approximately \$9.6 million to renovate the facility. The renovation cost will be funded using a \$4 million Seed Community Development Anchor Institution Fund (SEED) grant from the Department of Housing and Community Development and approximately \$4 million in gifts that were received for the CEC. The balance of funding will come from UMB fund balance. Additionally, once opened and fully operational, annual operating costs are expected to be \$1.8 million.

**CHANCELLOR’S RECOMMENDATION:** That the Finance Committee recommend that the Board of Regents approve the 16 S. Poppleton Street renovation project as described herein.

COMMITTEE RECOMMENDATION:

DATE:

BOARD ACTION:

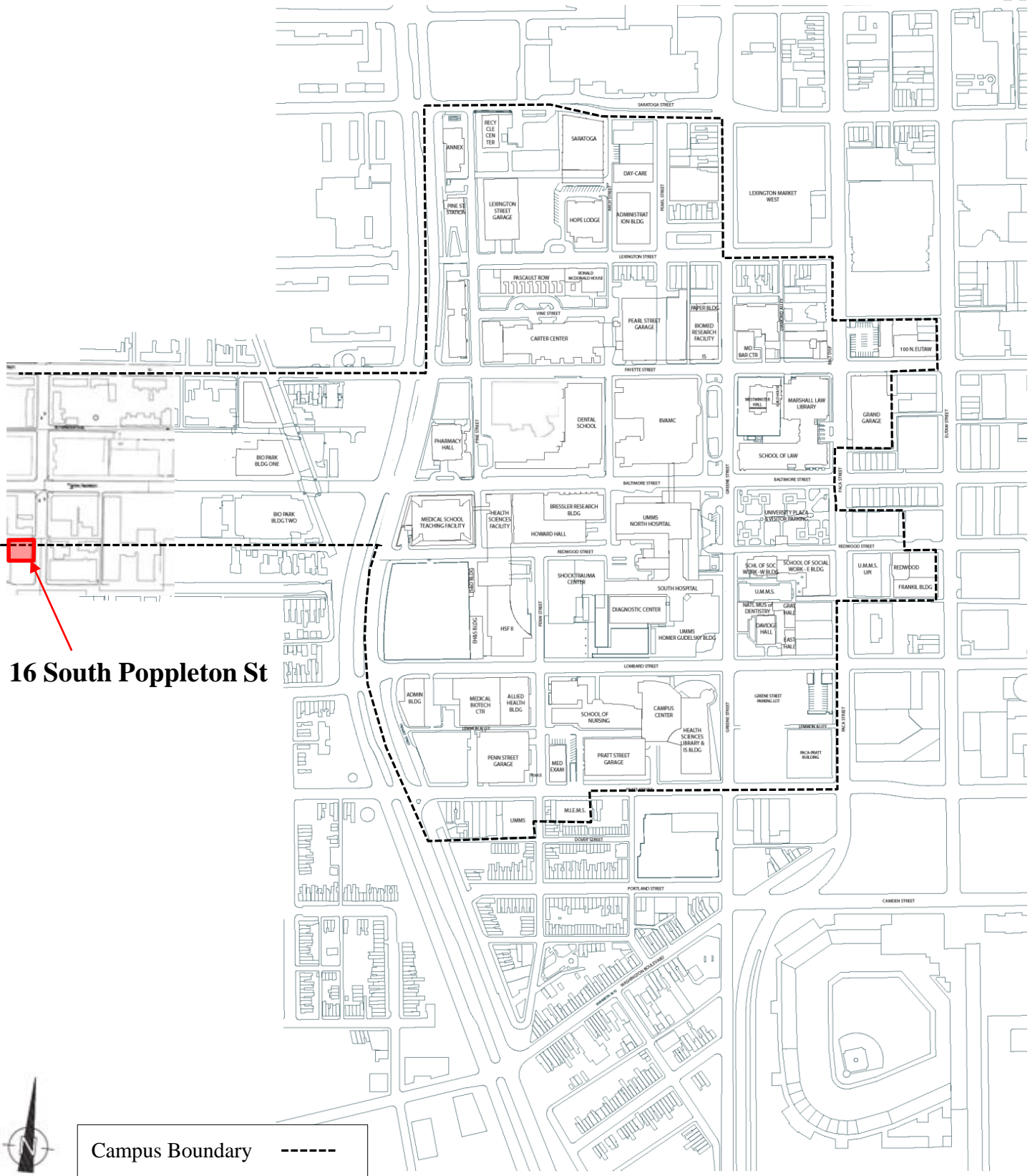
DATE:

SUBMITTED BY: Ellen Herbst (301) 445-1923





# University of Maryland, Baltimore



**16 South Poppleton St**



Campus Boundary - - - -