



Financial Advisory Council Meeting

April 19, 2007

Email meeting

MINUTES

Members Present: All members were contacted via email with comments due April 24, 2007

Agenda Items:

- 1. Meeting Minutes 4/19/2007: Approved**
- 2. New Facilities Operating Support: Approved, forwarded to CDAC**
 - a. Reaffirmation of approval for GCC Life Science Building
 - b. Operating Support for CGCC Sun Lakes
 - c. Operating Support for District Office
 - d. Operating Support for PVCC North partnership project.
- 3. Maricopa Grant Program: Approved, forwarded to CDC**

NEW FACILITIES OPERATING SUPPORT

A. Reaffirmation of Operating Support

In accordance with the 2004 Capital Development Program Operating Cost Support Guidelines, the FAC must evaluate the college's need to continue the project and reconfirm operating support at the end of the design document stage. In the transition to the second review requirement, three projects are beginning construction and require immediate attention:

- **SMCC: Guadalupe Center Expansion and Remodel**
The current design is for 4,951 sf of new construction and 1,276 sf being remodeled which is near the original plan that included 5,000 sf of new construction and a 1,000 sf remodel. Construction is scheduled to begin in July 2007 with a May 2008 completion date. Annual operating support will be \$80,645.
- **MCC: Physical Science Building**
Originally considered as two separate projects, the plan for this structure at project initiation was for a 65,200 sf facility. Current design is for 64,480 sf with a planned start date in June 2007 and a targeted completion date of July 2008. Annual Operating support will be \$967,200.
- **RSCC: Southwest Center**
This project is located in Avondale and will be 12,000 sf as originally designed. The project's design and construction is being done on an accelerated basis to minimize the time operations are located in rented space. Occupancy is anticipated near the end of 2007. Annual operating support will be \$180,000.

B. Operating Support for new 2004 Bond Supported Facilities

- **DSSC: ITS Disaster Recovery Site**
The FAC is asked to approve \$107,865 in operating support for the planned purchase of a 7,191 sf building to be used as the District's Disaster Recovery Computing Site. The Maricopa Community Colleges require a backup computing site to help ensure ongoing operations if something should happen to the primary computing site at the District Office. A disaster recovery site acquisition was included in the 2004 Capital Bond and Information Technology Services (ITS) has identified a small building near the Scottsdale Air Park that can serve this purpose. The sale price is still in negotiation, but is anticipated at about \$2 million with a mid July 2007 close on the property, provided that the Governing Board approves.
- **MCC: Red Mountain Expansion and Remodel**
The FAC is asked to approve \$519,125 in operating support for this project which includes a new 33,415 sf classroom building and the remodeling of 3,580 sf. The new multi-use building will provide instructional space to accommodate up to

8,000 students. It will include general classrooms, science labs and stockrooms, a multi-purpose performance arts classroom, faculty offices, student and faculty academic support as well as indoor and outdoor soft space for students, faculty and staff. The remodeling will occur in the Palo Verde Building which presently houses three science labs (two wet and one dry) and a stockroom to support these labs. Anticipated occupancy is August 2009.

- **SMCC: Central Plant and Receiving Area Project**

The FAC is asked to approve in \$72,500 in operating support for the construction of a new 3,800 sf central plant and the remodeling of 3,100 sf existing structure. The new central plant is required to provide cost efficient support to the 210,600 sf campus and the remodeling of the current structure will provide needed offices and storage space for equipment. Anticipated occupancy for the new Central Plant is July 2009. The remodeling will take place in two phases:

- Phase 1 will remodel 1,200 sf for offices with anticipated occupancy in Jan 2010.
- Phase 2 will provide an updated and expanded receiving area with anticipated occupancy in July 2010.

- **PVCC: County Library Purchase and Remodel**

The FAC is asked to approve in \$685,875 in operating support for the planned remodeling of the county library purchased by PVCC. This facility will be remodeled instead of building a new 45,000 sf structure that was originally part of the 2004 Bond Capital Plan. The total sf of this building is 65,929 with 45,725 sf immediately available for occupancy by PVCC. This request is for operating funds needed to support the sf that is immediately available. Remodeling details and timelines are currently being developed.

Of the remaining sf, 10,892 will be occupied by the county library (no later than 2011) and 9,312 sf is being leased by a charter school through 2013.

C. Operating Support for Buildings not Acquired With Bonds

In accordance with the new FAC policy permitting Operating Support for new buildings that were not acquired with bond funds, South Mountain Community College has submitted a request for operating support for two new facilities scheduled to open in FY 2008. Normally, a college would submit an operating request at project initiation; however, these two small facilities already were in progress when FAC adopted the new guidelines. SMCC states that the addition of the two facilities will enable program expansion and student retention.

- **SMCC: Title IV Lab Building**

SMCC requests the FAC to approve annual operating support of \$46,425 for the new Science Lab, Prep and Instrumentation Lab facility. This building was funded from a combination of a Title V Cooperative Grant, Proposition 301 revenue, and other college resources. The building is 3,095 sf and has an expected occupancy date of August, 2007.

- **SMCC: NAU Building**
SMCC requests the FAC to approve annual operating support of \$45,375 for a new building which will house a partnership program with Northern Arizona University. The 3,025 sf classroom building (3 classrooms & office space) funded by a District Office Loan. NAU has signed a 5 year lease agreement with SMCC to utilize the office space and the classrooms in the evening. Beginning in August 2007, SMCC will utilize the classrooms during the day. SMCC stated that the additional classroom space will foster the NAU Partnership. Annual operating support is \$45,375.