

**AGENDA**  
**Finance Committee**  
**Board of Trustees**  
**July 11, 1997**

- I. Review of Student Fees for 1997-98
- II. Review of Interim Financing proposals for the Liberal Arts Center
- III. Discussion of proposal to change the vendor for the University Purchasing Credit Card account

## PROJECT DESCRIPTION

### NEW CONSTRUCTION - LIBERAL ARTS CENTER

**Budget Agency Number: G-0-93-1-01**

#### DESCRIPTION OF THE PROJECT:

The University of Southern Indiana proposed the construction of a general purpose classroom building (the Liberal Arts Center) in its 1995-97 Capital Improvement Budget Request. This project includes related site preparation for the building and expansion of the central campus chiller plant to accommodate the facility. Projections for the building include approximately thirty (30) general classrooms, twenty-two (22) specialized instructional facilities for individual disciplines, eighty (80) faculty offices, and administrative and academic/administrative support facilities.

The building will be located southwest of the University Center and east of Reflection Lake near the former location of the Children's Center. As part of the site preparation for the project, the Children's Center has been moved to the area near the Theatre Center and the Radio Center.

The primary function of this classroom building is to provide additional classrooms and faculty offices. The building also will provide specialized facilities and service areas for the School of Liberal Arts. The general purpose classrooms and lecture rooms will be available for scheduling by all academic schools.

**PROJECT SIZE:**           approximately 110,000 GSF

**ESTIMATED PROJECT COST:**       \$15,200,000

#### ANTICIPATED CONSTRUCTION SCHEDULE:

|                    |      |
|--------------------|------|
| Bid Date           | 8/97 |
| Start Construction | 9/97 |
| Occupancy          | 8/99 |

**EXHIBIT B**

**TERMS OF INTERIM FINANCING FOR THE LIBERAL ARTS CENTER PROJECT**

|                           |  |
|---------------------------|--|
| Maximum Principal Amount: | \$1,050,000 tax-exempt<br>\$6,950,000 taxable  |
| Final Maturity:           | January 31, 1999   |
| Interest Rate:            | Tax-exempt: Fixed at the prevailing rate on U.S. Treasury obligations of like maturity, plus 75 basis points, divided by 1.565363, plus 22 basis points<br><br>Taxable: Fixed at the prevailing rate on U.S. Treasury obligations of like maturity, plus 75 basis points |
| Interest Payable:         | Semiannually (December 31, 1997; June 30, 1998; December 31, 1998) and at Final Maturity   |
| Principal Payable:        | At Final Maturity  |
| Financial Institution:    | NBD Bank, N.A.   |
| Financing Documents:      | Loan Agreement; Promissory Note  |
| Prepayment Provisions:    | No Restrictions  |
| Demand Provisions:        | None or Demand upon default  |
| Fees:                     | None   |
| Security:                 | Junior lien on student fees  |