

AGENDA

LONG-RANGE PLANNING COMMITTEE

**UNIVERSITY OF SOUTHERN INDIANA
BOARD OF TRUSTEES**

November 2, 2000

- 1. DISCUSSION OF PROPOSAL FOR THE BACHELOR OF SCIENCE IN APPLIED COMPUTER SCIENCE DEGREE (Attachment A), Dr. Philip Fisher and Dr. Marvin Albin**
- 2. REPORT ON ENGINEERING-RELATED PROGRAMS, Dr. Jerome Cain and Mr. Jay Fredrich**

EXHIBIT A

PROJECT DESCRIPTION

NEW CONSTRUCTION – SCIENCE/EDUCATION CLASSROOM BUILDING

Budget Agency Number: G-0-97-1-01

Project Description

In its 1999-01 capital budget request, the University sought \$21,600,000 of bonding authority to construct a Science/Education Classroom Building. In reviewing that request, the Commission for Higher Education recommended that the project be broken into two phases, with Phase One funding of \$12,600,000 provided in 1999-01. The 1999 General Assembly followed the Commission's recommendation and authorized Phase One bonding of that amount. The University requested Phase Two funding to complete this project as the top priority in its 2001-03 capital budget request.

The University expects to delay construction until funding for both phases is available. That will facilitate construction of a single integrated facility rather than a Phase One facility and a subsequent Phase Two addition.

The following infrastructure and site development steps will be completed in preparation for the new construction:

Estimated Mechanical Construction Cost	\$825,000
Estimated Electrical Construction Cost	272,000
Site Preparation	1,245,000
Design Fees and Expenses	<u>1,076,801</u>
Total Project Development	\$3,418,801

EXHIBIT B

TERMS OF INTERIM FINANCING FOR THE SCIENCE/EDUCATION CLASSROOM BUILDING

Maximum Principal Amount: \$3,424,000 tax-exempt

Final Maturity: January 1, 2002

Interest Rate: Tax-exempt: Fixed at the prevailing rate on prime rate obligations of like maturity, minus 225 basis points, divided by 1.56, plus 22 basis points.

Example: A rate based on Prime Rate equal to $((a-b) \div c) + d$, where:

a = Bank One's Prime Rate (currently 9.5 percent);
b = Two and one quarter percent (2.25 percent) per annum;
c = 1.56 (A factor which gives cognizance to the interest on the facility being tax exempt); and
d = 22 basis points (.22 percent) per annum.

(Bank One's Prime Rate is currently 9.5 percent, thus yielding an interest rate of 4.87 percent based on the above formula.)

Interest Payable: Semi-annually December 1, 2000; June 1, 2001; December 1, 2001; and at final maturity.

Principal Payable: At final maturity

Financial Institution: Bank One, Indiana, 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

BUDGET APPROPRIATIONS, ADJUSTMENTS, AND TRANSFERS

1. Additional Appropriation of Income

From: Unappropriated Current Operating Funds

To:	1-10200	School of Liberal Arts Supplies and Expense	327
To:	1-10251	Communal Studies Supplies and Expense	64
To:	1-10300	School of Science and Engineering Technology Supplies and Expense	1,221
To:	1-10700	School of Business Supplies and Expense	1,289
To:	1-16200	President's Office Personal Services	80
To:	1-16240	Special Events Personal Services	188
To:	1-10300	School of Science and Engineering Technology Supplies and Expense	2,697
To:	1-14101	Intramurals and Recreational Sports Capital Outlay	1,881

From: Unappropriated Designated Funds

To:	2-20100	Student Program Services and Expenses	37
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From: Unappropriated Auxiliary Funds

To:	3-30603	Men's Tennis Supplies and Expense	150
To:	3-30200	University Center Supplies and Expense	1,614

From: Unappropriated Restricted Funds

To:	4-46420	Department of Health and Human Services – Advanced Nursing Program Grant Personal Services Services and Expenses	157,456 124,255
To:	4-46425	Department of Health and Human Services – Practitioner and Nurse Midwifery Program Grant Personal Services Services and Expenses	166,256 39,506

2. Additional Appropriation of Reserve Funds

From: Unappropriated Current Operating Reserves

To:	1-14005	Career Services and Placement Supplies and Expense	4,663
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3. Transfer of Funds

From:	2-20050	Student Services	
To:	2-20110	Student Activities	250

From:	2-20500	Student Services	
To:	3-30601	Athletics	500

From:	2-20050	Student Services	
To:	2-20300	Student Government	2,000

From:	6-60100	Special Projects Fund	
To:	3-32000	Lincoln Amphitheatre	9,459

4. Transfer and Appropriation of Funds

From:	2-20700	Student Orientation	
To:	2-20760	International Programming Personal Services Services and Expenses	600 1,250

From:	3-36000	Fitness Center	
To:	2-20100	Student Programs Supplies and Expense	30