

## APPENDIX L

### ***A. 2017-18 Allocations from the Reserve for Repairs and Renovations <sup>A</sup>***

For fiscal year 2017-18, the 2017 General Assembly appropriated \$125,000,000 to the statewide Reserve for Repairs and Renovations. Eight (8) specific capital projects for other state agencies were earmarked at a value of \$24,000,000, to be deducted from the \$125,000,000. This yields a net Reserve for Repairs and Renovations equal to \$101,000,000, of which \$50,500,000 (one-half) is allocated to the Board of Governors, as shown below.

It is recommended that the following allocations be made from the Reserve for Repairs and Renovations. It is also recommended that chancellors identify specific projects, consistent with any applicable rules and regulations, to be financed from the institutional allocations and present those projects to the president who shall report to the Joint Legislative Commission on Governmental Operations, as required by legislation.

It is recommended that allocations may be transferred as needed among projects within an institution upon request through existing approval processes. It is also recommended that the president be authorized to make further allocations from the reserve.

<b>2017-18 Allocations - Reserve for Repairs and Renovations <sup>A</sup></b>	<b>Amount</b>
Appalachian State University	\$ 3,596,626
East Carolina University	4,044,303
Elizabeth City State University	1,529,809
Fayetteville State University	1,541,298
North Carolina A&T State University	2,292,115
North Carolina Central University	2,679,962
North Carolina State University	9,247,351
The University of North Carolina at Asheville	1,197,933
The University of North Carolina at Chapel Hill	8,038,073
The University of North Carolina at Charlotte	3,579,547
The University of North Carolina at Greensboro	2,514,816
The University of North Carolina at Pembroke	1,010,000
The University of North Carolina at Wilmington	1,913,915
The University of North Carolina School of the Arts	1,538,276
Western Carolina University	1,625,229
Winston-Salem State University	2,130,747
North Carolina School of Science and Mathematics	1,010,000
The University of North Carolina General Administration	1,010,000
<b>TOTAL ALLOCATIONS</b>	<b>\$50,500,000</b>

***B. Capital Project Authorizations by the 2017 General Assembly for which no Board Action is required (for information only)***

**1. Capital Improvements Appropriations and Authorizations**

The General Assembly appropriated \$6,500,000 from the General Fund for the following projects:

FSU	Health and Wellness Facility	\$ 5,500,000
UNC-CH	New Business School Building	\$ 1,000,000

**2. Non-General Fund Capital Improvement Projects Authorizations**

The General Assembly authorized capital projects funded from non-general fund sources totaling \$238,230,306 in House Bill 620 (S.L. 2017-141).

**SECTION 2.** The capital improvement projects, and their respective costs, authorized by this act to be acquired or constructed and financed as provided in Section 1 of this act, including by revenue bonds, by special obligation bonds as authorized in Section 5 of this act, by a financing arrangement to the extent authorized in Section 3 of this act, or by any combination thereof, are as follows:

<b>Project Authorization</b>	<b>Amount</b>
<b>East Carolina University</b>	
Dowdy-Ficklen Stadium Southside Renovation	\$ 55,000,000
<b>Elizabeth City State University</b>	
Demolition of Hugh Cale and Doles Halls	611,294
Renovation of Bias Hall	4,522,272
Renovation of Butler Hall	3,790,242
Demolition of Complex A-G Buildings	576,192
Update Master Plan	500,000
<b>North Carolina Central University</b>	
Baynes Residence Hall Renovations	6,542,121
<b>University of North Carolina at Chapel Hill</b>	
Indoor Practice Facility and Fetzer Field	30,000,000
Media and Communication Studio (Athletics)	10,000,000
DLAM Renovations (swing space for Berryhill Hall) and AAALAC Certification	21,890,000
Kenan Labs – Renovations to Labs 7A, 7B, 7C, 8B, and 8C for Applied Physics	7,683,000
Medical Education Building	22,600,000
<b>University of North Carolina at Greensboro</b>	
Spartan Village – Phase II	50,900,000
<b>Western Carolina University</b>	
Parking Deck Facility	23,615,185
<b>Total</b>	<b>\$238,230,306</b>

**C. Other Actions by the 2017 General Assembly**

In addition, the following capital improvements-related special provisions from the Appropriations Act of 2017 (S.L. 2017-57), as amended by the technical corrections bill are noted for information.

36.2	Capital Projects/General Fund	Appropriates \$5.5M to FSU for a Health and Wellness Facility and \$1M to UNC-CH for a new Business School Building.
36.5	Repairs and Renovations Reserve Allocation	Appropriates 50% of the net State allocation to the BOG for repair and renovations at universities (\$50.5 million). Requires that a portion be used to install fire sprinklers in residence halls; funds shall be allocated among the constituent institutions by the President. Requires that the remaining funds be allocated by the BOG and that availability of non-State resources and carryforward funds shall be negatively weighted. Directs that \$10M be allocated for renovation and repurposing of West Hall at UNCP and \$750,000 be allocated to create a plan for the energy production facility at WCU.
36.6	Procedures for Disbursement of Capital Funds	Requires that expenditures of capital funds may not be made until an allotment has been approved by the Governor. Allows Director of Budget to approve the method of financing for a project funded in whole or in part with self-liquidating appropriations prior to award of construction contracts. Requires authorization by Director of Budget to move capital appropriations for furniture and equipment into construction accounts.
36.12	Pay-As-You-Go Capital and Infrastructure Fund Established July 1, 2019	Creates a fund for the purpose of addressing the State's infrastructure needs through a transfer of 4% of all State tax collections. Allows monies in the fund to be utilized for new UNC buildings and for the repair and renovation of buildings.

**D. Additional Information**

The table on the following page, *General Assembly Funding – Ten Year History*, a summary by institution of capital improvements appropriations from 2008 through 2017, is provided as supplementary information.

# **The University of North Carolina - Capital Improvements General Assembly Funding - Ten Year History**

<b>Institutional Appropriations</b>	<b>2008<sup>1</sup> Bonds</b>	<b>2009<sup>2</sup></b>	<b>2010<sup>3</sup> COPS</b>	<b>2011<sup>5</sup></b>	<b>2012</b>	<b>2013</b>	<b>2014<sup>7</sup></b>	<b>2015<sup>9</sup></b>	<b>2015<sup>8</sup> Bonds</b>	<b>2016<sup>9</sup></b>	<b>2017<sup>10</sup></b>	<b>2008-2017</b>
ASU	-	\$ 1,386,700	\$ -	\$ 1,453,300	\$ 506,200	\$ 4,982,626	\$ 3,519,300	\$ 2,311,700	\$ 70,000,000	\$ 2,348,135	\$ 3,596,626	\$ 90,104,587
ECU	-	3,339,300	-	3,124,900	1,065,200	6,223,834	1,084,100	4,826,500	90,000,000	3,955,756	4,044,303	117,663,893
ECSU	-	744,000	-	873,200	305,900	1,788,627	316,800	1,410,300	-	716,818	1,529,809	7,685,454
FSU	-	744,000	-	873,200	305,900	1,788,627	316,800	1,410,300	10,000,000	454,868	7,041,298	22,934,993
NCA&T	-	1,380,600	-	1,299,700	451,700	2,661,937	452,700	2,015,300	90,000,000	1,817,367	2,292,115	102,371,419
NCCU	-	896,800	-	905,500	305,900	1,807,823	337,500	1,502,500	30,000,000	1,528,201	2,679,962	39,964,186
NCSU	-	6,110,000	-	5,904,300	2,074,000	12,206,701	2,115,200	9,013,500	160,000,000	8,311,457	9,247,351	214,982,509
UNCA	-	744,000	-	873,200	305,900	3,788,627	316,800	1,410,300	-	2,916,077	1,197,933	11,552,837
UNC-CH	12,500,000	6,296,600	-	6,585,200	2,284,500	5,913,326 <sup>6</sup>	2,392,000	8,766,500	68,000,000	14,978,394	9,038,073	136,754,593
UNCC	-	1,728,000	-	1,904,400	706,100	4,132,925	775,800	3,453,900	90,000,000	920,657	3,579,547	107,201,329
UNCG	-	1,485,300	-	2,073,300	714,900	4,254,199	739,600	3,292,800	105,000,000	2,539,103	2,514,816	122,614,018
UNCP	-	744,000	-	873,200	305,900	1,788,627	316,800	1,410,300	23,000,000	588,398	11,010,000	40,037,225
UNCW	-	971,200	-	1,291,100	482,700	2,664,083	476,000	2,119,200	66,000,000	1,218,501	1,913,915	77,136,699
UNCSA	-	744,000	-	873,200	305,900	1,788,627	316,800	1,410,300	-	542,095	1,538,276	7,519,198
WCU	-	957,400	-	1,097,900	390,800	2,232,057	410,100	1,826,000	110,000,000	1,443,792	2,375,229	120,733,278
WSSU	-	744,000	-	873,200	305,900	1,788,627	316,800	1,410,300	50,000,000	903,205	2,130,747	58,472,779
NCSSM	-	744,000	-	873,200	305,900	1,788,627	316,800	5,410,300	58,000,000	153,890	1,010,000	68,602,717
<b>Subtotal</b>	<b>12,500,000</b>	<b>29,759,900</b>	<b>-</b>	<b>31,752,000</b>	<b>11,123,300</b>	<b>61,599,900</b>	<b>14,519,900</b>	<b>53,000,000</b>	<b>1,020,000,000</b>	<b>45,336,714</b>	<b>66,740,000</b>	<b>1,346,331,714</b>
<b>Non-Institutional Appropriations</b>												
N.C. Arboretum	-	-	-	386,222	-	-	-	-	-	-	-	386,222
UNC Health Care	-	-	-	-	-	-	-	-	-	-	-	-
Other (UNC-GA, UNC-TV, SEAA, HBS, C.S.I., Land Acquisition, Fire Safety, 4-H Camps & Equipment)	10,000,000 <sup>4</sup>	1,240,100	-	936,500	462,162	2,400,100	480,100	2,000,000	-	151,786	1,010,000	18,680,748
<b>Subtotal</b>	<b>10,000,000</b>	<b>1,240,100</b>	<b>-</b>	<b>1,322,722</b>	<b>462,162</b>	<b>2,400,100</b>	<b>480,100</b>	<b>2,000,000</b>	<b>-</b>	<b>151,786</b>	<b>1,010,000</b>	<b>19,066,970</b>
<b>TOTAL</b>	<b>22,500,000</b>	<b>31,000,000</b>	<b>-</b>	<b>33,074,722</b>	<b>11,585,462</b>	<b>64,000,000</b>	<b>15,000,000</b>	<b>55,000,000</b>	<b>1,020,000,000</b>	<b>45,488,500</b>	<b>67,750,000</b>	<b>1,365,398,684</b>
Less: Repairs and Renovations Res.	-	31,000,000	-	33,074,722	11,585,462	60,000,000	12,000,000	50,000,000		33,738,500	50,500,000	281,898,684
<b>TOTAL</b>	<b>22,500,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,000,000</b>	<b>3,000,000</b>	<b>5,000,000</b>	<b>1,020,000,000</b>	<b>11,750,000</b>	<b>17,250,000</b>	<b>1,083,500,000</b>

## Notes :

1. The 2008 General Assembly appropriated \$99,612,826 for capital projects and \$32.1M for repairs and renovations to BOG. All but \$12.5M were later reverted to the GF to help balance the 2008-09 State Budget.
2. The 2009 General Assembly funded repairs and renovations with a combination of federal stimulus funds (\$12M) and bonds to be repaid by the State (\$50M) of which 50% (\$31 million) was allocated to the Board; UNC-CH's Biomedical Research Imaging Center was previously scheduled to be funded from the General Fund in 2009-10 and 2010-11. BRIC will now be funded from bonds at \$223 million.
3. The 2010 General Assembly provided UNC with special indebtedness funding of \$60M for repairing and renovating facilities and infrastructure and \$22M for acquiring equipment for teaching and research in the fields of health, science, engineering and technology and completing related capital improvements. These authorizations were repealed by S.L. 2011-66.
4. The 2008 General Assembly provided UNC with special indebtedness funding of \$25M for system-wide land acquisitions. This authorization was reduced to \$10M by S.L. 2011-66.
5. Prior to distribution, S.L. 2012-2 and S.L. 2012-57 authorized the Director of the Budget to use up to \$114M of the 2011 Repairs and Renovations to ensure adequate funding in the state Medicaid program for the 2011-12 fiscal year. On November 15, 2012, \$33,074,722 was allocated to the University for 2011 Repairs and Renovations.
6. Due to other available funds, UNC-Chapel Hill has been reduced by 50%.
7. The 2014 General Assembly provided UNC with special indebtedness funding of \$12M for repairing and renovating facilities and infrastructure and ASU \$3M for planning the Health Sciences Building.
8. The 2015 General Assembly provided UNC with bond funding of \$1,020,000,000 to be allocated among 15 projects for new construction, with voter approval and \$50 million for Repairs and Renovations. The Bond Act also identified additional bond proceeds of \$45 million for ECSU, UNCA, & UNCSA.
9. The 2016 General Assembly appropriated \$81,400,000 to the statewide Reserve for Repairs and Renovations. Eight (8) specific capital projects for other state agencies were earmarked at a value of \$13,923,000, to be deducted from the \$81,400,000. This yields a net Reserve for Repairs and Renovations equal to \$67,477,000, of which \$33,738,500 (one-half) is allocated to the Board of Governors.
10. The 2017 General Assembly appropriated \$125,000,000 to the statewide Reserve for Repairs and Renovations. Eight (8) specific capital projects for other state agencies were earmarked at a value of \$24,000,000, to be deducted from the \$125,000,000. This yields a net Reserve for Repairs and Renovations equal to \$101,000,000, of which \$50,500,000 (one-half) is allocated to the Board of Governors.