
JOINT BUDGET COMMITTEE



INTERIM SUPPLEMENTAL BUDGET REQUEST FY 2016-17

CAPITAL CONSTRUCTION

JBC WORKING DOCUMENT - SUBJECT TO CHANGE
STAFF RECOMMENDATION DOES NOT REPRESENT COMMITTEE DECISION

PREPARED BY:
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Interim Supplemental #6 (FY 2016-17), Capital Construction, Capital Renewal, and Capital Lease Purchase Payments, Department of Higher Education, Metropolitan State University of Denver, Aerospace Engineering Sciences1

INTERIM SUPPLEMENTAL REQUESTS

INTERIM SUPPLEMENTAL #6 (FY 2016-17), CAPITAL CONSTRUCTION, CAPITAL RENEWAL, AND CAPITAL LEASE PURCHASE PAYMENTS, DEPARTMENT OF HIGHER EDUCATION, METROPOLITAN STATE UNIVERSITY OF DENVER, AEROSPACE ENGINEERING SCIENCES

	REQUEST	RECOMMENDATION
TOTAL	\$0	\$0
Capital Construction Fund/General Fund	0	0
Cash Funds	0	0
Federal Funds	0	0

Does JBC staff believe the request satisfies the interim supplemental criteria of Section 24-75-111, C.R.S.? **YES**
 [The Controller may authorize an overexpenditure of the existing appropriation if it: (1) Is approved in whole or in part by the JBC; (2) Is necessary due to unforeseen circumstances arising while the General Assembly is not in session; (3) Is approved by the Office of State Planning and Budgeting (except for State, Law, Treasury, Judicial, and Legislative Departments); (4) Is approved by the Capital Development Committee, if a capital request; (5) Is consistent with all statutory provisions applicable to the program, function or purpose for which the overexpenditure is made; and (6) Does not exceed the unencumbered balance of the fund from which the overexpenditure is to be made.]

Does JBC staff believe the request meets the Joint Budget Committee's supplemental criteria? **YES**
 [An emergency or act of God; a technical error in calculating the original appropriation; data that was not available when the original appropriation was made; or an unforeseen contingency.]

Explanation: JBC staff and the Department agree that this request is the result of an unforeseen contingency.

DEPARTMENT REQUEST: Metropolitan State University of Denver requests an extension of spending authority for a \$23,595,840 cash funds appropriation from FY 2016-17.

CDC RECOMMENDATION: The Capital Development Committee recommends approval of the request.

STAFF RECOMMENDATION: Staff recommends that the Committee approve the request.

STAFF ANALYSIS:

PROJECT SUMMARY

The project constructs a 118,000 square foot interdisciplinary learning facility for aerospace science, aviation, industrial design, physics, computer science, and engineering technology.

REQUEST AND APPROPRIATIONS HISTORY

This project includes total appropriations of \$60.0 million including \$20.0 million Capital Construction Fund and \$40.0 million cash funds. Phase 1 of the project was funded in FY 2014-15 with \$5.3 million Capital Construction Fund. Phase 2 was funded in FY 2015-16 with \$14.7 million Capital Construction Fund and \$16.4 million cash funds. Phase 3 was funded in FY 2016-17 with \$23.6 million cash funds.

REASON FOR REQUEST

The University states that it expected to raise \$20.0 million through donations, but only raised \$2.0 million. The University explains that a leadership transition resulted in the loss of the University's lead fundraiser. Additional cash funds were provided through institutional bonds, but the project requires the final \$6.5 million which is anticipated to come from donations and institutional funding.

RECOMMENDATION

Staff recommends that the Committee provide an extension of spending authority for an additional three years, through June 30, 2022.
