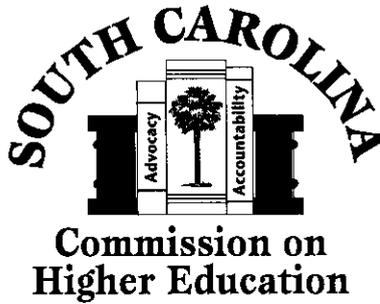


ATT II



Rayburn Barton
Executive Director

May 27, 2002

TO: Dalton B. Floyd, Jr., Chairman, and Members,
Commission on Higher Education

FROM: Rosemary Byerly, Chair
Committee on Finance and Facilities

SUBJECT: Facilities Agenda Items for Consideration on June 6, 2002

Attached are the Interim Facilities Projects for consideration at the Commission meeting on June 6. Please note, the Committee will meet prior to the Commission meeting on May 2 to consider these items. Staff recommendations are included for your information.

A summary of the interim projects is shown below, with descriptions of the individual projects beginning on page 2.

Summary of Interim Projects

<u>Institution</u>	<u>Project</u>	<u>Amount</u>	<u>Page</u>
1. SC State University	1890 Misc. Repairs	\$2,165,818	2
2. SC State University	Campus-wide Energy Performance Contract	\$2,000,000	2
3. Trident TC	Trident-Complex Phase III Renov.	\$ 3,780,000	3
<u>Lease</u>			
4. Clemson University	Library/Document Storage	<u>Annual Amt.</u> \$ 104,500/5 yrs.	3

Recommendation

The staff recommends approval of the above interim projects, provided the institutions comply with any provisions included as part of the individual recommendations on the following pages. Any required copies of grant awards and/or guarantee of funds letters are on file at CHE.

Interim Projects – Descriptions

S.C. State University

1890 Program Misc. Repairs \$ 2,165,818 - establish project

Source of Funds: \$ 2,165,818 - federal grant (USDA)

Description:

SC State requests approval to perform miscellaneous renovations, repairs, and expansions on various campus facilities used for activities of 1890 program. State originally requested that these funds be applied toward the completion of the 1890 Office Facility. However, the USDA (the grantors) did not approve the request. The USDA did approve using the grant funds for the following projects:

1. HVAC repairs to Hurst Research Center and Whitaker Library
2. Floor repairs to Camp Daniels Conference Center
3. Roof replacement to Hurst Research Center and Staley Hall; replace ceiling tiles and other water damaged areas
4. Laboratory repairs to Hurst Research Center
5. Interior painting and exterior stucco repairs to Hurst Research Center
6. Construct Dining/Hospital Facility for Nutrition and Food Mgt. Project at Staley Hall
7. Upgrade electrical at Staley Hall
8. Renovate auditorium in Staley Hall, including replacing seats, upgrade lighting, replace finishes, and upgrade telecommunications system.

Recommendation:

Staff recommends approval of this project as proposed.

Agenda Item 3.04.A.2

S.C. State University

Campus-wide Performance

Contract \$ 2,000,000 - establish project

Source of Funds: \$ 2,000,000 - utilities savings

Description:

SC State requests approval to do a Request for Proposals (RFP) for a campus-wide energy management contract. This contract would be for the upgrade and replacement of HVAC units, motors and controls, water conservation measures, and lighting improvements. It is estimated that the pay-back on the contract would be approximately \$200,000 per year over a period of seven to ten years. The purpose of the RFP is to obtain proposals from energy contractors who will conduct a comprehensive review of the institution's facilities to determine where energy saving improvements can be made. If the proposal is accepted by SC State and State Procurement, the contractor agrees to fund and make these improvements, guaranteeing that the resulting savings will cover the cost of the improvements over the life of the contract. If savings are not sufficient to cover the cost of the improvements, the contractor will lose the difference. If the savings are greater than the cost of the improvements, the institution will receive the full benefit of the energy savings after the break-even point is reached.

The benefit to an institution is that it is not required to provide an initial outlay of funds, is not responsible for the cost if the contractor does not fulfill its guarantee, and will receive the full benefit

of the energy savings as soon as they pass the “break-even” point. The risk to an institution can occur if the contract is not properly written. The State Engineer’s Office, the State Energy Office, and State Procurement are assisting SC State with the wording of the contract in order to reduce any risk to the institution. Provisions for this process are included in the *SC Code of Laws under §48-52-670 Guaranteed energy savings contracts.*

Although there will be no initial outlay of funds by SC State for this project, the approval is for the commitment of \$2,000,000 in state funds (from utilities savings) for the contract.

Recommendation

Staff recommends approval of this project as proposed.

Agenda Item 3.04.A.3

Trident TC

Trident Complex

Phase III Renovation \$ 3,780,000 - establish project

Source of Funds: \$ 3,780,000 - local funds

Description:

This project was initially included in year 2 (2003-2004) of the Comprehensive Permanent Improvements Projects (CPIP) approved by CHE on May 2. However since that time, funds have become available to support this project. The College has a major need for classroom space due to enrollment demands and wishes to proceed with this project during the current year. Therefore, the College has deleted this project from the CPIP and is requesting approval as an interim project so as to begin the A/E design phase.

The project will renovate 29,000 sq. ft. of vacant space in the warehouse of the Complex for Economic and Industrial Development to create a learning center. This will allow the facility to have (1) a single

entrance so every person will be promptly greeted and directed to the appropriate person in the center; (2) four open lab areas that focus on math, English, reading and ESL/tutoring; computer workstations to support self-paced and on-line instruction; (3) multiple study rooms of various sizes to accommodate tutoring, group study, an scheduled classes; (4) faculty offices to support administrative functions as well as one-on-one tutoring and counseling.

Recommendation

Staff recommends approval of this project as proposed.

Agenda Item 3.04.A.4

Lease

Clemson University

Lease of Library and Document

Storage \$ 104,500/per year (initial term of lease = 5 years)

Description:

Clemson University is requesting approval to enter into a lease for library and document storage. The space consists of 22,000 sq. ft. located less than one mile from campus in what is locally known as

Garretts in the Clemson Shopping Center. The lease will have an initial 5-year term beginning in June 2002 and ending in May 2007. The annual rate is \$104,500. The Clemson University department is responsible for the rental payment as well as all related utility costs. Fund source will be state appropriated money. The lease allows for three options to renew, two years each.

Recommendation:

Staff recommends approval of this project as proposed, provided the Leasing Office of the Budget and Control Board finds the rates and terms of the lease acceptable.



Rayburn Barton
Executive Director

May 28, 2002

TO: Members, Commission on Higher Education

FROM: Gen. Thomas R. Olsen, Sr., Chair
Committee on Planning and Assessment

RE: Agenda and Supporting Material for June 6, 2002

The supporting material for the agenda items from the Committee on Planning and Assessment is included in the committee meeting material. Please refer to that material in consideration of the following CHE meeting agenda items.

CHE Agenda Item 3.05 A

Consideration of Change in Mission for USC Beaufort from a Two-year Campus to a Four-year Campus of the University of South Carolina

CHE Agenda Item 3.05 B

Consideration of Change in Mission Statements for:

1. USC Salkehatchie
 2. Aiken Technical College
 3. Florence-Darlington Technical College
 4. Tri-County Technical College
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CHE Agenda Item 3.05 C

Consideration of Institutional Performance Ratings for 2001-02 to Impact FY 2002-03
(Performance Funding Year 6)

CHE Agenda Item 3.05 D (This is for information only – NO CHE action required)

Formation of Advisory Committee for the Planning, Assessment & Performance Funding Committee