EXECUTIVE SUMMARY

Item Name: FY 2015 Capital Development Plan (ASU)

- Action Item
- Discussion Item
- Information Item

**Issue:** Arizona State University requests approval of the FY 2015 Capital Development Plan, which includes two previously-approved projects. The CDP totals $151.7 million.

**Previous Board Action:** FY 2014 Revised CDP February 2014

**Statutory/Policy Requirements**

- Pursuant to ABOR Policy Chapter 7-107, each university shall submit an annual Capital Development Plan (CDP) for the upcoming fiscal year, in accordance with the calendar approved by the President of the Board.

- Capital Development Plans are reviewed by the Business and Finance Committee and approved by the Board.

- Approval of the CDP allows universities to complete design and planning necessary to submit individual projects for final approval by the Business and Finance Committee, with a final report to the full board.

**Overview and Alignment with Enterprise and University Goals and Objectives:**

- The ASU FY 2015 CDP totals $151.7 million, and includes two previously approved major capital projects
  - Psychology Building Renovation
  - Arizona Center for Law and Society

- ASU has developed the CDP to align with the University’s campus master plan and to advance the ASU Enterprise Business Framework goals and objectives.

- The primary institutional priorities supported by the above projects were discussed in the FY 2014 CDP (submitted June 2013) and FY 2014 Revised CDP (submitted February 2014).

- Additional detail on project cost, financing and scope can be found in the tables in Exhibits 1 and 2.

**Contact:** Morgan R. Olsen, Executive Vice President, Treasurer and CFO • (480) 727-9920 • Morgan.R.Olsen@asu.edu
Fiscal Impact and Management Plan:

- The ASU FY 2015 CDP, if fully implemented, will cost a total of $151.7 million.
- Of the total amount, $136.7 million will be financed through bond issuance.
- **Debt Ratio Impact:** The projected incremental debt ratio impact of the system revenue bond debt service is 0.50 percent.
- The tables in Exhibits 1 and 2 provide details on project financing, funding sources and debt ratio impact.

Recommendation to the Board:

It is recommended that the Board approve the ASU FY 2015 Capital Development Plan.
## ARIZONA STATE UNIVERSITY
### FY 2015 CAPITAL DEVELOPMENT PLAN

### EXHIBIT 1

<table>
<thead>
<tr>
<th>Project</th>
<th>Board Approval Status</th>
<th>Gross Square Footage</th>
<th>Project Cost</th>
<th>Amount Financed</th>
<th>Funding Method</th>
<th>Annual Debt Service</th>
<th>Debt Ratio</th>
</tr>
</thead>
<tbody>
<tr>
<td>ASUT-Psychology Building Renovation</td>
<td>CDP Feb 14</td>
<td>81,900</td>
<td>$22,700,000</td>
<td>$22,700,000</td>
<td>System Revenue Bonds</td>
<td>$1,821,500</td>
<td>0.09%</td>
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<tr>
<td>ASUD- Arizona Center for Law and Society</td>
<td>CDP Feb 14</td>
<td>280,000</td>
<td>$129,000,000</td>
<td>$114,000,000</td>
<td>Bonds/Gifts/City Support</td>
<td>$8,282,000</td>
<td>0.41%</td>
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<tr>
<td><strong>Total</strong></td>
<td></td>
<td><strong>361,900</strong></td>
<td><strong>$151,700,000</strong></td>
<td><strong>$136,700,000</strong></td>
<td></td>
<td><strong>$10,103,500</strong></td>
<td><strong>0.50%</strong></td>
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</tbody>
</table>
**EXECUTIVE SUMMARY**

### EXHIBIT 2

#### CAPITAL DEVELOPMENT PLAN - ANNUAL DEBT SERVICE BY FUNDING SOURCE

<table>
<thead>
<tr>
<th>Project</th>
<th>Amount Financed</th>
<th>301</th>
<th>TUI</th>
<th>AUX</th>
<th>ICR</th>
<th>OLF</th>
<th>SLP</th>
<th>FGT</th>
<th>DFG</th>
<th>OTH</th>
<th>TOTAL ANNUAL DEBT SERVICE</th>
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<tbody>
<tr>
<td>Previously Approved</td>
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<td></td>
<td></td>
<td>$1,821,500</td>
</tr>
<tr>
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<td>$8,282,000</td>
<td></td>
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<td></td>
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<td>$8,282,000</td>
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<td></td>
<td></td>
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<td>$10,103,500</td>
<td>$10,103,500</td>
</tr>
</tbody>
</table>

#### CAPITAL DEVELOPMENT PLAN - OPERATION AND MAINTENANCE BY FUNDING SOURCE

| Project                                      | TOTAL ANNUAL O&M | 301  | TUI       | AUX | ICR | OLF | GFA | FGT | DFG | OTH |
|----------------------------------------------|------------------|------|-----------|-----|-----|-----|-----|-----|-----|-----|-----|
| Previously Approved                          |                  |      |           |     |     |     |     |     |     |     |     |
| ASUT-Psychology Building Renovation          | $36,000          |     |           |     |     |     |     |     |     |     | $36,000 |
| ASUD-Arizona Center for Law and Society      | $1,954,000       |     |           |     |     |     |     |     |     |     | $1,954,000 |
| Total                                        | $1,990,000       |     |           |     |     |     |     |     |     |     | $1,990,000 |

Debt Service Funding Source Codes:
- [301] 301 Fund/Other
- [ICR] Indirect Cost Recovery
- [GFA] General Fund Appropriation
- [OLF] Other Local Funds
- [FGT] Federal Grant
- [DFG] Debt Financed by Gifts
- [TUI] Tuition
- [SLP] State Lottery Allocation Process
- [OTH] Other