UAF Engineering New Facility Request

Presentation to: Facilities & Land Management Committee

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University of Alaska System
Background:

In June 2012 the Board of Regents authorized UAF to spend up to $50.3M to proceed with the construction of the new UAF Engineering Facility.

In the approval, UAF noted anticipated funding from FY14 State appropriation and UA Revenue Bonds.

The State provided $15M of the requested $48.3M in FY14 Capital Funding.

A project change request is required for all capital projects with a total project cost in excess of $250,000.
There is no variance from the approved schematic design.

**Total project cost & funding sources.**
FY11 capital appropriation $4 M  
FY13 capital appropriation $46.3 M  
FY14 capital appropriation $15 M (see request #1)  
UA Revenue Bonds $10 M (see request #2)  
FY15 capital appropriation (anticipated) $33.3 M  
  Total Project Cost $108.6 M
a) Requests

Request 1:
To authorize UAF to spend the FY14 capital appropriation of $15M.

Request 2:
In order to continue construction as planned, authorize sale of UA Revenue bonds for $10M.
## b) UAF

<table>
<thead>
<tr>
<th>Current Status:</th>
<th>Status with proposed $10M Revenue Bond &amp; resultant $800,000 additional annual debt service:</th>
</tr>
</thead>
<tbody>
<tr>
<td>FY14 Unrestricted Budget</td>
<td>$315 M</td>
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<tr>
<td>Debt Outstanding</td>
<td>$117.1 M → $127.1 M</td>
</tr>
<tr>
<td>Debt Service Ratio</td>
<td>3.9% → 4.2%</td>
</tr>
<tr>
<td>Debt Service Payment</td>
<td>$10.9 M → $11.7 M</td>
</tr>
</tbody>
</table>
### c) UA System impact

<table>
<thead>
<tr>
<th>Current Status:</th>
<th>Status with proposed $10 M Revenue Bond &amp; resultant additional annual debt service:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Debt Outstanding</td>
<td>$191 M → $201 M</td>
</tr>
<tr>
<td>Debt Service Ratio</td>
<td>2.9% → 3%</td>
</tr>
<tr>
<td>Debt Service Payment</td>
<td>$17.5 M → $18.3 M</td>
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</tbody>
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