

November 17-18, 2011**ITEM 153-2003-R1111****Authorization to Design a New Academic Building - College of Business - MSU (Bozeman Campus)**

THAT

Consistent with provisions of BOR Policy 1003.7, the Board of Regents authorizes Montana State University to proceed with programming and design services only for a new Academic Building for the College of Business on the MSU Bozeman Campus. This authorization is for \$1,600,000.

EXPLANATION

1. In association with MSU's receipt of a generous private donation in support of the College of Business' success in academic program development and improvement of its physical facilities, MSU intends to complete the programming and design for a new Academic building to accommodate the College of Business on the Bozeman campus.
2. The College of Business is currently housed on the 3rd and 4th floors of Reid Hall. Due to its growing success and increasing program commitments in support of student business and entrepreneurial education, MSU is looking to relocate the College of Business into a new state-of-the-art teaching facility. This facility will offer a dynamic educational and professional experience for MSU students as well as provide an interface for services in support of the university and regional, state, and national business communities. This facility, dedicated to 100% instructional use, will also provide needed expansion space for the College of Business programs, departments, institutes and clinics. Additionally, the space vacated in Reid Hall will be used to accommodate MSU's growing enrollment in other disciplines.
3. The business and entrepreneurial programs, institutes, clinics, and instructional facilities require technologically advanced, vibrant space to facilitate the mission of the College of Business. The MSU community, students in particular, as well as the local community will benefit from the new facility. In addition, a new professional and contemporary facility will not only facilitate recruitment, and will promote local and national business community partnerships.

4. This stimulating new building is expected to be approximately 46,000 SF and will house modern teaching spaces of various sizes and configurations to support a variety of teaching pedagogies, collaborative learning spaces, and administrative, faculty, and departmental offices. The facility will also accommodate student seating and lounge areas, open study areas, formal and informal computer and technology centers, and institute and clinic suites.
5. The Academic Building will provide offices for Graduate and Teaching Assistants; an academic advising center, student services facilities, student organization offices; transition areas for visiting faculty and professionals; conference and meeting spaces; and lobby and reception space along with business community interface areas.
6. The planning and design efforts are expected to cost approximately \$1,600,000 and will be funded by private donations through the MSU Alumni Foundation.
7. It is MSU's intent that the new Academic facility be a Leadership in Energy and Environmental Design (LEED) certified silver or higher facility.
8. This authority does not authorize construction, financing or any operations & maintenance funding for this project. MSU intends to request construction authority (including O&M funding) from the 63rd Montana Legislature (2013 - Long Range Building Program).

ATTACHMENTS

Attachment 1 – BOR Policy: Physical Plant B Section 1003.7

Attachment #1 - Board of Regents Policy: Physical Plant B Section 1003.7

This authority request is for an amount greater than \$150,000.00, which requires the following additional information:

(a) Project Description:

This project performs the programming and design services for a new Academic building to accommodate MSU's College of Business. The facility is anticipated to be approximately 46,000 SF and constructed on the MSU Bozeman campus. It is MSU's desire construct a LEED certified (Silver or higher) facility. The new facility will accommodate academic, institute, clinics, administrative, departmental, community outreach, and support spaces to better serve students and advance the missions of the College of Business and the University.

(b) Cost Estimate and Funding Sources:

Estimated Cost: the design of this project is not expected to exceed \$1,600,000.

Construction:	<i>(not applicable for this authority request)</i>
Consultant Fees:	\$1,500,000
Pre-construction Services	\$ 50,000
Owner's Expenses:	\$ 25,000
<u>Contingency:</u>	<u>\$ 25,000</u>
Total	\$1,600,000

Funding Source: This project will be financed with private donations through the MSU Alumni Foundation.

(c) Program Served, Enrollment Data, Projected Enrollment:

The 100% instructional use facility will be occupied primarily by teaching and business related programs. The facility is expected to accommodate growth in enrollment in the College of Business from its current level of 1,141 (1,096 undergraduate and 45 graduate) students to as many as 1400 students. The new facility will also contribute to the retention of students by creating an inviting, student-centered environment that promotes collaboration, mentoring and advising. The facility will allow the College to expand its Jake Jobs Center for Entrepreneurship to offer more opportunities to students as well as to increase outreach to Montana business and economic development communities. The facility will provide space for the College's Professional Advantage Program which is designed to increase students' professional skills and awareness. It will also enable the

College to offer more interdisciplinary opportunities to students in other departments who wish to complete one of the College's minors or simply to explore an area of interest such as sustainable business practices or social entrepreneurship. The new facility will include offices for MSU faculty involved in teaching business and entrepreneurial courses which will promote recruitment and retention of university personnel. In addition the facility will provide offices for graduate assistants and teaching assistants.

The College of Business is an essential component of MSU's educational mission. The enhancement of existing programs, courses, and services will advance the College of Business' as well as the University's mission in education, research and community outreach.

(d) Space Utilization Data:

The facility is expected to be approximately 46,000 SF. Efficiency data will be developed over the course of the programming and designing efforts. Pre-construction services (estimating, scheduling, planning, and value engineering services) provided by a competitively selected Construction Management/General Contractor (GC/CM) will also help maximize project efficiency. It is anticipated that approximately 65% of the gross SF will be assignable space.

(e) Projected Use for Available Residual Space

The relocation of the College of Business into the new facility will free up approximately 14,000 SF of space in Reid Hall. Much of the space in Reid Hall will be used to relieve crowding of existing instructional occupancies and is expected to result in greater efficiency and higher quality delivery of other existing instruction programs.

(f) Projected O&M Costs and Proposed Funding Sources:

O&M expenditures are anticipated to cost approximately \$10.00/SF or \$460,000 per year. MSU intends to request construction authority (including O&M funding) from the 63rd Montana Legislature (2013 - Long Range Building Program).