



The State University
of New York

SUNY Office for Capital Facilities

Facilities (Capital) Committee Presentation

Community College Business Officers Association
June 2013



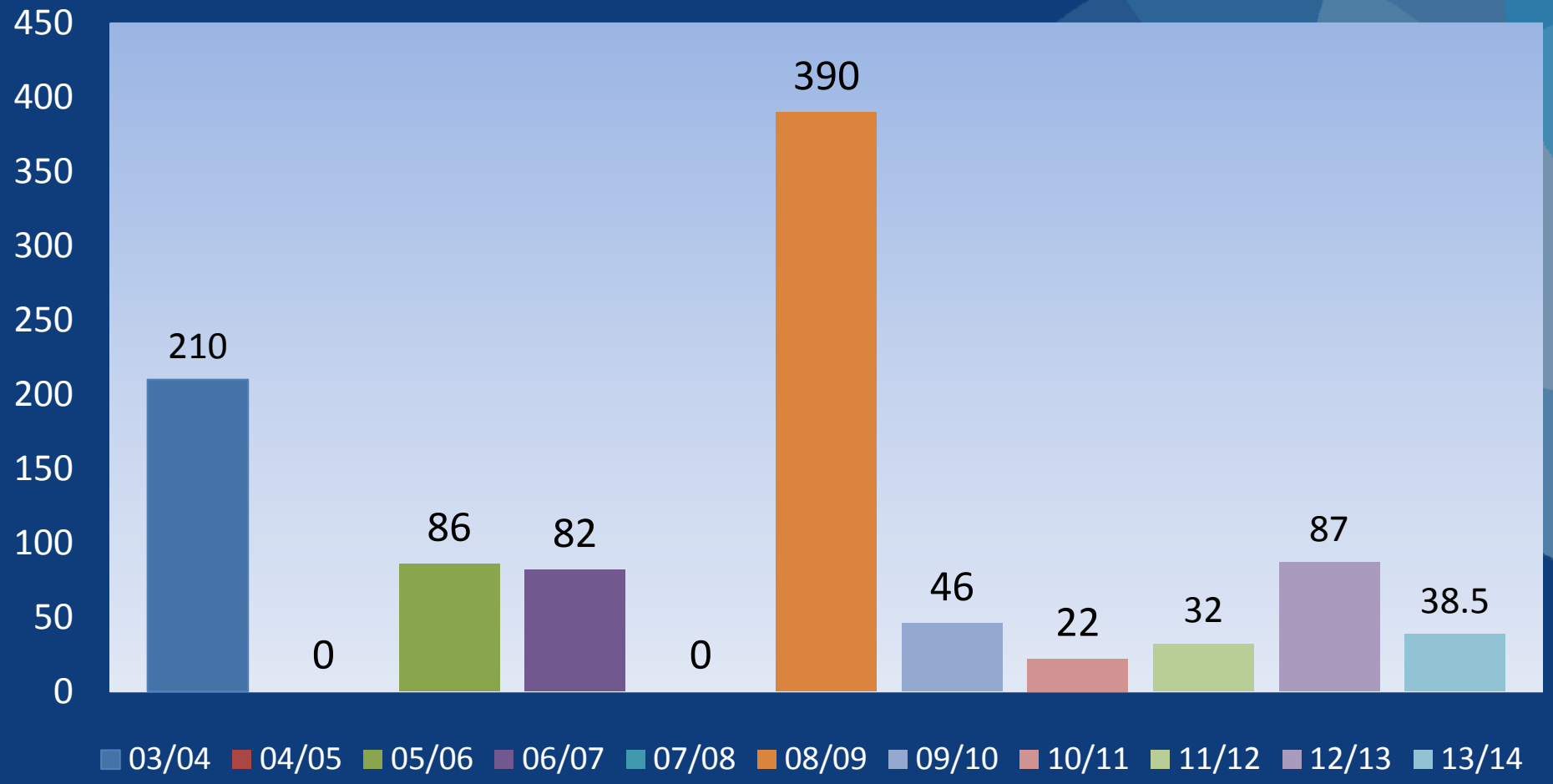
Topics

- Capital Budget Overview
- Funding Options outside of Capital Budget
- Local Funding Sources
- Program Financing
- CC and SUNY Actions/Upcoming Program Initiatives



Capital Budget Request: History

Community College Capital Funding (\$M)





Last Year's Capital Budget Request – FY 13/14

■ Data Requests

- NY Division of the Budget developed a Statewide Capital project Database for 12/13 & 13/14
- SUNY requested 5 year of projects for the first time using green/yellow/red for probability
- NY Works Task Force requested a 10 year capital plan including projected commitments



Last Year's Capital Budget Request – FY 13/14 (cont.)

■ Grant Opportunities

➤ Regional Economic Councils were in play

- Jamestown, Monroe, Broome, Mohawk Valley, Ulster and Herkimer for total of \$4.26 Million

➤ SUNY 2020 Round II opened up to CCs

- Alfred, Broome Corning Jamestown – Retooling the Southern Tier
- ESF, Upstate, Oswego, Onondaga – Institute of Environmental Health and Environmental Medicine



Capital Budget 13/14 Results

- SUNY Capital budget was disappointing
- Community Colleges - only critical maintenance projects were provided State Appropriation
- Ed program was provided with minimal additional appropriation
- Hospitals received no appropriation
- Res Halls received no appropriation but were removed from the overall State budget cap



Capital Budget 14/15 Request

- What will be required for this year's request?
 - Division of the Budget Database will need to be updated.
 - New York Works Taskforce will be looking for update information
 - SUNY will need project level data to develop the formal request
- Together we will use the data to tell the story, but we will need your help



Capital Budget Request Schedule

- Initial Request: July
 - Update 5-year spreadsheet
 - Last year's will be sent for updating
 - Completed Project Initiation Form for each project for the next two years
- Formal Request: September
 - Accompanying Sponsor Resolutions or anticipated date of passage (must be before 12/15 for DOB to consider inclusion)

State Capital Outside of Annual Request Regional Economic Development Council (REDC)

- **Funding: \$150M in capital** for 2013 competition
- 5 regions ID as “top performers” \$25M each
- Remaining will compete for \$25M balance

Top Performers required to demonstrate:

- Implementation of the Strategic Plans
- Encouraging econ. growth through jobs/ investment
- ID transformative projects supporting collaboration (e.g. leveraging computing assets to est. research partnerships)

State Capital Outside of Annual Request REDC (cont.)

For Transformational Projects (not CM/Rehab):

<http://regionalcouncils.ny.gov/>

Timeline:

- Application (CFA) materials available June 3
- CFA will open to applicants on June 17
- CFA due date/closing **August 12 4 PM**

State Capital Outside of Annual Request

REDC (cont.)

Currently available on website:

- **REDC Round III May 15, 2013 Presentation:**
 - General overview, Regional Focus and Initiatives
 - Past Project Approvals in Rounds I and II by Region

- **2013 Regional Council Guidebook:**
 - REDC Regions, Leadership
 - 2012 Awards, REDC and State Priorities in 2013, Plans for 2014

- **2013 Consolidated Funding Application (CFA) Manual:**
 - Registering-Grant Application Process, REDC Review Process
 - Frequently Asked Questions

State Capital Outside of Annual Request REDC (cont.)

Special Emphasis to Themes Below:

Creates/Retains/Fills Jobs

Ready for Implementation

Foster a Culture of Entrepreneurship

Inclusive

Oriented to Young Adults

Regional Impact

Maximizes ROI

Prepare our Workforce

Implement Smart Growth

Promotes Smart Growth

Builds upon Strengths

Improves Region's Image

State Capital Outside of Annual Request REDC (cont.)

For Transformational Projects (not CM/Rehab):

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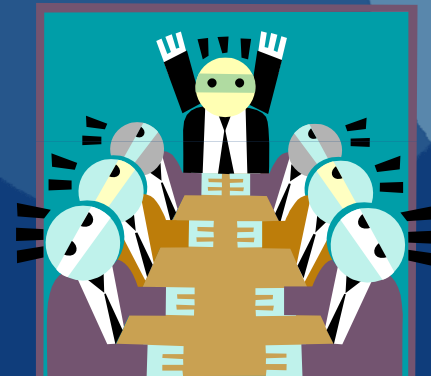
Sources of Local Funding

- No SUNY BoT Action Needed:
 - Appropriations from Sponsor's general revenues
 - Special tax levies implemented by the local Sponsor
 - Grants from private foundations
 - Capital chargebacks
 - General fundraising and other monetary gifts
 - **NYSERDA grants determined to be acceptable to serve as local share**



Sources of Local Funding (cont.)

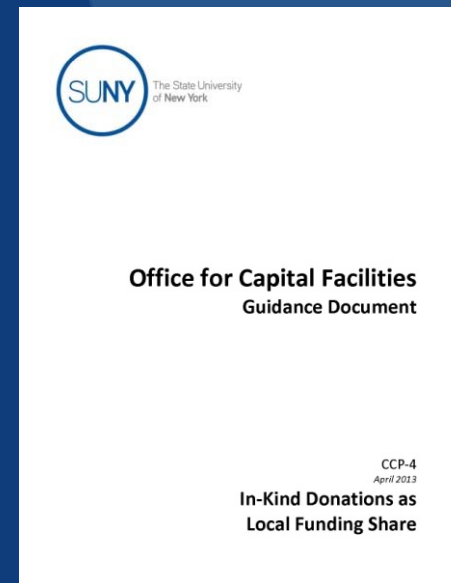
- Requires SUNY BoT Action:
 - Donations of or the sale proceeds from real and personal property, goods, services in-kind
 - Revenue Naming rights
 - Revenue from cell towers
 - Facilities rental income





Sources of Local Funding (cont.)

- **Guidance Document (CCP-4)** developed to assist in sourcing out and providing a mechanism for accepting donations to serve as local share of project costs:
 - Real Property
 - Services
 - Materials





Sponsor Resolutions - Content

- Types: Stand-Alone Resolution/Part of a County Capital Budget
 - Project Name (SUNY may broaden name in appropriation in order to gain flexibility)
 - Approval of Project
 - Recognition of Project Budget
 - Source of Funding for Local Share of Project Costs:
Ideal but not mandatory for appropriation request but must be included for project approval



Capital Project Funding Access

- 1 - SUNY 14/15 Capital Request: projects must have sponsor resolutions
 - Existing Appropriations can be used at any time
 - NY Budget Passage:** Access new appropriations: April 1? 😊
- 2 - SUNY Project Approval: AFTER NYS BUDGET PASSES: New Project Initiation Form (PIF) must be submitted
 - Previous PIF with appropriation request is NOT sufficient
 - SEQR required for large project construction approvals
- 3 - Financing: DASNY/Bond Counsel Approval
 - Application complements annual private use survey

Program Financing

- Bond proceeds after 2003 determined to be fungible/used for any eligible project
- Existing Bond proceeds will be exhausted in July
- Assuring sufficient cash on-hand is OCF's responsibility
- OCF uses project information BUDGETS AND SCHEDULES to estimate bonding levels
- SUNY must manage to the State Financial Plan



Program Bonding: Current Activity



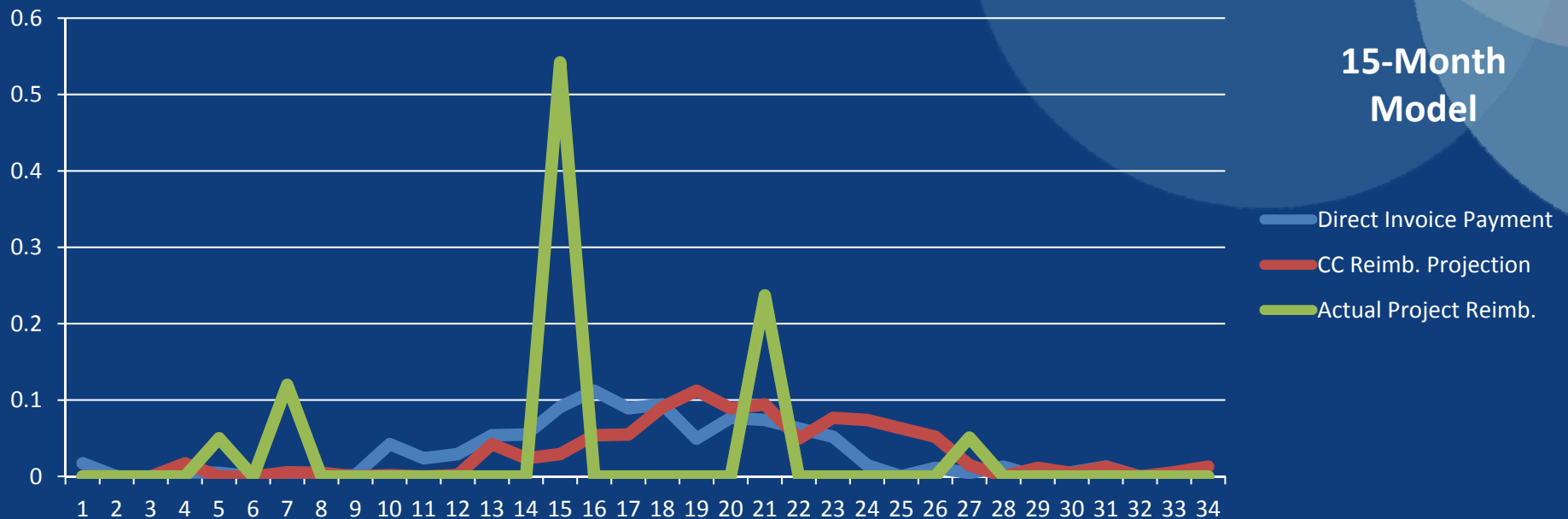
- Program Balance (at 5/31/2013):
 - \$16.4M: 2003-2012 (Tax Exempt PIT)
- 2013 Sale: \$112.6M calculated using project budgets and planned construction schedules
 - July: \$44M; October: \$68.6M
- Figure calculated by SUNY; Division of Budget included in full in State financial plan



Program Bonding: Ongoing Actions

Review Active Projects and Schedules:

- Provides basis for cash flow models/projections
- Factors in DASNY's ability to reimburse claims
- Closed projects allow for lower annual re-appropriation request which factors in overall Capital Budget Requests



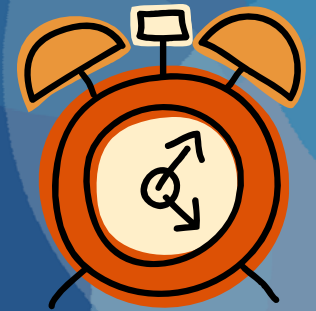


Program Bonding: Continually-Needed Actions (cont.)

Submit Timely Reimbursement Requests:

DASNY: Bonded, SUNY: Hard Dollar

- Assists SUNY in refining cash flow models given program specific process:
 - Work conducted
 - Bills paid in full
 - Reimbursement for State 50% share requested
- Ensures continued cash on hand and advance notice of need for new program bonding
- You get paid!!!





Program Financing: Reimbursement Forms/Process

■ Advance/Bonded: Send to DASNY Program Manager

- Cover Letter*
- Certification Form: ***Newly Revised***
- Excel Detail Sheet*: ***Newly Revised***
- Invoice Copies

* Copies should be sent to SUNY (Rebecca)

■ Hard Dollar: Send to SUNY (Rebecca)

- Cover Letter
- Claim Form (ensure municipality code/federal ID included): ***Newly Revised***
- Excel Detail Sheet

Available Online: www.suny.edu/capitalfacilities/CC_Tools.cfm

Actions/Upcoming Program Initiatives

- Capital Project Report: CC Action, July
- Capital Budget Request: CC Action, Summer start, Continues through Fall
- Private Use Webinars: CC Action, Late July/Early August
- Guidance Documents: Process, Content-based: SUNY Action, Continuing
- Site visits: SUNY Action, Continuing in Summer and Fall



Program Private Use Surveys

- Bond Counsel uses survey information as part of due diligence when:
 - Determining if new capital projects can be funded using PIT or taxable bond proceeds and
 - Information is needed relative to bond refunding
- Colleges will be provided with the survey to update with any new private use information
 - Surveys will be improved and instructions clarified



Guidance Documents

PENDING DOCUMENTS:

■ **Process:**

- Requesting a State Capital Appropriation (CCP-1)
- Capital Project Initiation (CCP-2)
- Capital Projects Financing & Reimbursement (CCP-3)

■ **Content:**

- In-Kind Donations as Local Funding Share (CCP-4)
- Real Property Acquisition and Divestiture (CCP-5)

Suggestions for topics are welcome!

SUNY is here to help!!

- Rebecca Goldstein, Community College Capital Program Manager, 518-320-1501, rebecca.goldstein@suny.edu
- Karren Bee-Donohoe, Director of the Office for Capital Facilities, 518-320-1894, karren.bee-donohoe@suny.edu

www.suny.edu/capitalfacilities