

**MEETING OF THE
FINANCE & INFRASTRUCTURE COMMITTEE**
Board of Regents for Higher Education
Hartford, Connecticut

Tuesday, August 14, 2018, at 10:00 am
Regents Board Room
61 Woodland Street, Hartford, CT

Agenda

- 1. APPROVAL OF MINUTES FROM THE JUNE 6, 2018 MEETING (PAGES 1-6)**

- 2. ACTION ITEMS**
 - A. **CSCU** – Intent to Adopt “Red Tape Elimination” Guidelines (Pages 7-11)
 - B. **Housatonic Community College** – License Agreement with Derby High School to Use Their Space (Pages 12-15)
 - C. **Tunxis Community College** (Bristol Facility) – License Agreement with Capital Workforce Partners (Pages 16-20)
 - D. **Western Connecticut State University** – CSCU 2020 Funding Reallocation (Pages 21-22)
 - E. **Middlesex Community College** – Memorandum of Understanding with the Connecticut Valley Hindu Temple Society for Parking Lot Use (Pages 23-25)
 - F. **CSCU** – FY20/FY21 Biennium Baseline Operating Budget and Capital Budget (Pages 26-56)

	<u>FY15</u>	<u>FY16</u>	<u>FY17</u>	<u>FY18</u>	<u>FY19</u>
Workers Compensation - BOR	-	3.81	3.46	3.29	3.29

In FY16 and FY17, the WC payouts were less than the amounts budgeted. In FY18, payouts exceeded the reduced budget, and OPM provided \$250,000 to DAS to cover the CSCU shortfall.

Therefore, for the biennium budget, CSCU intends to request the amount actually spent in FY18 to be rolled forward into FY20/FY21, or \$3,514,000, for each of the two years.

Baseline IMRP Fund: The Institute for Municipal & Regional Policy (IMRP) is also a separate SID in the overall BOR grouping. The mission of IMRP is stated as :

To effectively inspire and sustain a just, equitable, and inclusive Connecticut through independent research and evaluation, public policy analysis and development, and community engagement.

This fund in the past was embedded in the CSU's general fund and allocated to CCSU for management on behalf of IMRP. As IMRP is not a part of CSCU core activities, but rather is a hosted activity at CCSU, we requested that OPM create a separate SID which they did in FY18. We will work with the IMRP management team on their baseline budget to submit to OPM at the end of August, however this fund does not cost anything to CSCU nor does it support our activities. In FY19, IMRP was provided \$450,000 to support their activities.

ANALYSIS – CAPITAL BUDGET

The Capital Request in this Biennium package does not include the funding already approved via Public Act 14-98 enabling the System's CSCU 2020 program. These approvals total \$126,000,000 for two university projects, funding of which was deferred from FY19 to a new CSCU 2020 funding year of FY20. No other project or program funding for FY20 or FY21 is authorized. This funding request also excludes facilities that are funded through CHEFA revenue bonds.

CSCU 2020 was initially developed for the previous university system and served the four Universities with capital requirements extending for ten years which has stretched to twelve years due to some deferrals. In FY15 and FY16 certain relatively small amounts were brought into the program specifically for the community colleges. The predictability of available funds under CSCU 2020 was desirable for long term planning and allocation among the universities. It is our intention to request a replacement program which would cover the 17 institutions and we have prepared a long-term capital plan based upon the Master Plans developed for each institution. This biennium request represents the first two years of a long-term plan.

Under this biennium capital budget, we are requesting that the State support capital requirements totaling \$195.2 million and \$250.0 million for FY20 and FY21, respectively.

