

Approved by the Board of Trustees,
July 14, 2005

Board Meeting
July 14, 2005

ROLL CALL

APPROVE PROJECT AND EMPLOY ARCHITECT/ENGINEER FOR INSTRUCTIONAL FACILITY, COLLEGE OF BUSINESS, URBANA

Action: Approve Project and Approve Employment of Architect/Engineer for the Instructional Facility, College of Business, Urbana

Funding: Gift Funds and Future Sale of Certificates of Participation

This proposed new state-of-the-art instructional facility of approximately 153,900 gross square feet for the College of Business will accommodate the MBA Program, the Undergraduate Affairs Program, and the Accountancy Program as well as off-campus guests. The new building will address both quantitative and qualitative space needs to support modern instructional styles. All program elements embody the college's long-standing commitment to excellence in scholarship, teaching, and service.

Funds are available from private gift funds. Proceeds of a future Certificate of Participation sale will also be utilized to pay for project expenses. The funding streams supporting this financing are the State-appropriated operating budget and institutional funds operating budget of the Urbana campus and State-appropriated operating budget and institutional funds operating budget of the College of Business at Urbana. Any project cost incurred prior to the sale of Certificates of Participation will be funded initially from the institutional funds operating budget of the Urbana campus with

anticipated reimbursement from the proceeds of a subsequent Certificate of Participation sale.

At the September 11, 2003, meeting, the board approved the employment of Phillips Swager & Associates (with Cesar Pelli & Associates), Peoria, Illinois, for professional services required through the design development phase at a fee of \$1,455,000, including reimbursables. At the July 15, 2004, meeting, the board approved the next phase to continue the professional services work required through the construction documents phase at a fee of \$1,633,000, including reimbursables.

Accordingly, the Chancellor at Urbana with the concurrence of the appropriate University officers recommends the following actions:

1. The Business Instructional Facility, College of Business, be approved with a project budget of \$62,000,000.
2. The professional services agreement with Phillips Swager & Associates (with Cesar Pelli & Associates), Peoria, Illinois, be modified to provide professional services through construction administration for an additional fixed fee of \$872,500 and reimbursable expenses estimated at \$170,000.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Funds for the project are available from private gift funds and proceeds from the future sale of certificates of participation.

The President of the University concurs.