

FCR 5

Office of the President
September 10, 2021

Members, Board of Trustees:

IMPROVE SANDERS-BROWN CENTER
ON AGING/NEUROSCIENCE FACILITIES

Recommendation: that the Board of Trustees approve the initiation of the Improve Sanders-Brown Center on Aging/Neuroscience Facilities capital project and an internal loan not to exceed \$4,000,000 to fund a portion of the project.

Background: Pursuant to Administrative Regulation 8:2, any capital project with an estimated scope of \$1,000,000 or more must be approved by the Board prior to initiation.

This project will improve and modernize two connected four-story buildings occupied by the Sanders-Brown Center on Aging. The original building was completed in 1979, and the later addition was completed in 1998. This project will include an interior renovation of the lower three floors of the original building to provide a welcoming reception area, updated and consolidated administration spaces, and much-needed research space. Exterior improvements will also be included to give the two buildings a refreshed façade and provide a unified appearance.

This \$28,000,000 project, authorized by the 2020 Kentucky General Assembly, will be funded with \$14,000,000 in state bonds and \$14,000,000 in agency funds, including a \$4,000,000 internal loan. The university will request approval from the Capital Projects and Bond Oversight Committee to combine this project authorization with another related authorization for the expenditure of agency funds. Pursuant to the University's Internal Loan Program Policy, the Debt Management Committee has reviewed the financing plan and supports the proposed internal loan.

Action taken: Approved Disapproved Other _____