

Office of the Chief Financial Officer and Treasurer

February 15, 2024

The Honorable Eric J. Holcomb Governor of the State of Indiana Statehouse Indianapolis, IN 46204

Dear Governor Holcomb:

At its meeting on December 8, 2023, the Purdue University Board of Trustees approved the planning, financing, construction and award of construction contracts for the Music Center Addition on the Fort Wayne campus.

A new, approximately 26,000 gross square foot addition will be constructed on the existing Music Center to accommodate recent and expected continuing enrollment growth in several music programs. The addition will provide state-of-the-art music space and technologies including rehearsal rooms, recording studios and control rooms, editing suites and a critical listening laboratory, among others.

The Music Center and an off campus leased facility are both operating at maximum capacity, and the completion of the addition will consolidate music programming into a single, on-campus location and allow cost avoidances once the leased space is relinquished.

The estimated total project cost is \$22,000,000 with \$15,000,000 provided by Capital Cash Appropriation and \$7,000,000 from Gift Funds.

Subject to review by the Commission for Higher Education and recommendation by the State Budget Committee and the Budget Agency, we request your approval to proceed with this project. Attached are the completed forms that the Commission has prescribed for its review of such projects. We will be happy to answer any questions you or your staff may have or to provide any additional information that is needed.

Sincerely,

Christopher A. Ruhl Chief Financial Officer and Treasurer

Attachments

c: Seth Hinshaw, Chief Financial Officer, Indiana Commission for Higher Education Zachary Jackson, Director, Indiana State Budget Agency Cody Wilson, Division Director, Indiana State Budget Agency Kathleen Thomason, Comptroller, Purdue University Anne Hazlett, Senior Director, Government Relations, Purdue University

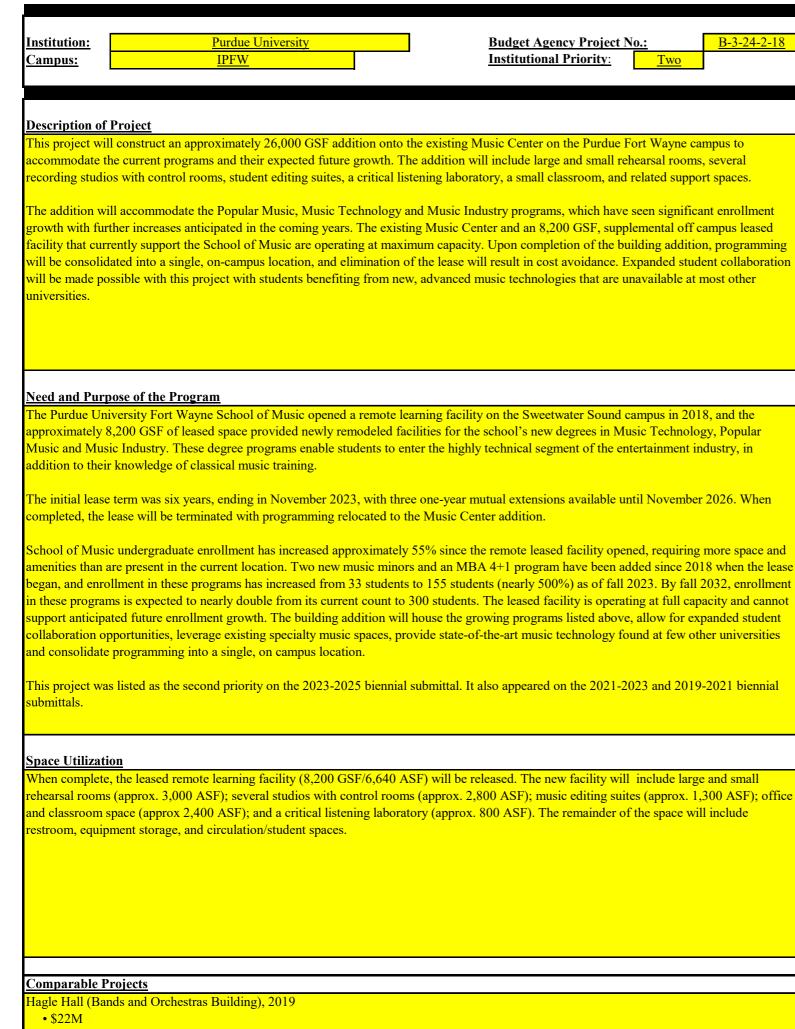
PROJECT COST SUMMARY

Music Center Addition

Institution:		<u>University</u>		Budget Agency Project No		<u>B-3-24-2-18</u>			
<u>Campus:</u>	<u>IPFW</u>			Institutional Priority:	<u>Two</u>				
Previously app	proved by General Assen	<u>nbly:</u> <u>No</u>		Previously recommended	by CHE:	<u>No</u>			
Part of the Ins	titution's Long-term Caj	oital Plan: <u>Yes</u>							
Project Size:	26,000 GSF (1)	16,000 ASF (2) 0.615384615	ASF/GSF					
<u>Net change in </u>	overall campus space:	17,875 GSF	10,323	ASF					
<u>Total cost of th</u> <u>Total cost of th</u>		\$ 22,000,000 \$ -	Cost per ASF		846 GSF 375 ASF				
Funding Sourc	e(s) for project (4):	Amount		Туре					
		\$ 15,000,000		sh Appropriation					
		<u>\$ 7,000,000</u>	G	ft Funds					
Estimated ann	ual debt payment (6):	N/A							
<u>Are all funds f</u>	or the project secured:	Yes							
Project Fundin									
The majority of funding is requested from the state, and the remainder will be provided by gift funds. All funds are secured.									
Destant Contra									
Project Cost Justification The project scope and cost are similar to the project listed in the comparable project section.									
		1	1 1 5						
Estimated annual change in cost of building operations based on the project: \$617,000									
Estimated annual repair and rehabilitation investment (5): \$330,000									

PROJECT DETAILED DESCRIPTION - ADDITIONAL INFORMATION

Music Center Addition



• 36,000 GSF / 19,000 ASF

• \$611/GSF; \$1,158/ASF

New Bands and Orchestras facility on the West Lafayette campus that included shared rehearsal spaces, practice and instruction rooms,

academic spaces and offices.

Hagle Hall included more square footage than the Music Center Addition, and the completed project was new construction instead of an addition onto an existing building. The addition includes some specialized spaces with higher costs including control rooms, music editing space and a critical listening laboratory. The costs per GSF are similar when accounting for inflation and specialty materials and equipment.

Background Materials

CAPITAL PROJECT REQUEST FORM INDIANA PUBLIC POSTSECONDARY EDUCATION INSTITUTION CAMPUS SPACE DETAILS FOR Music Center Addition

		Current Campus Tota	als		Capital F	Request	
(INSERT PROJECT TITLE AND SBA No.)	Current Space in Use	Space Under Construction (1)	Space Planned and Funded (1)	Subtotal Current and Future Space	Space to be Terminated (1)	New Space in Capital Request (2)	Net Future Space
A. OVERALL SPACE IN ASF							
Classroom (110 & 115)	88,890	-	-	88,890	(326)	1,712	90,277
Class Lab (210,215,220,225,230,235)	132,508	-	-	132,508	(409)	5,325	137,425
Non-class Lab (250 & 255)	37,769	-	-	37,769	(1,731)	3,971	40,009
Office Facilities (300)	233,284	-	-	233,284		975	234,259
Study Facilities (400)	56,226	-	-	56,226		1,500	57,726
Special Use Facilities (500)	139,547	-	-	139,547	(2,499)		137,048
General Use Facilities (600)	146,566	-	-	146,566	(445)		146,121
Support Facilities (700)	932,411	-	-	932,411	(268)	342	932,485
Health Care Facilities (800)	4,853	-	-	4,853			4,853
Resident Facilities (900)	335,911	-	-	335,911			335,911
Unclassified (000)	60,748	-	-	60,748		2,175	62,923
B. OTHER FACILITIES							
(Please list major categories)				-			-
TOTAL SPACE	2,168,713	-	-	2,168,713	(5,677)	16,000	2,179,036

Notes:

- Space/Room codes based on Postsecondary Ed Facilities Inventory and Classification Manual (2006)

(1) Identify in a footnote the specific facilities that are included in the data in these columns. Do not include pending approval, non-submitted projects or non-funded projects

Space under construction includes:

N/A

Space planned and funded includes: N/A

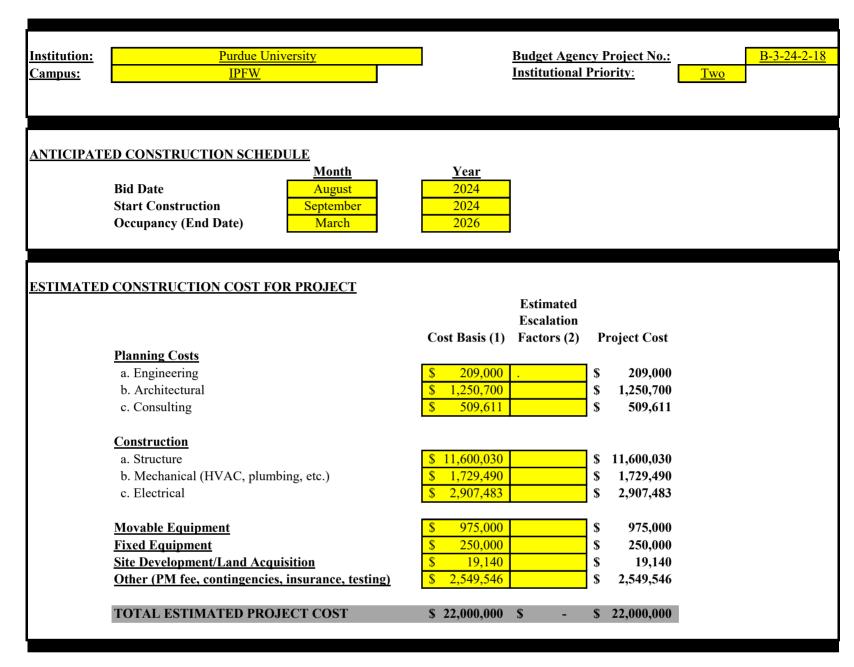
Space to be terminated includes:

- Sweetwater Music Center (lease that will be disposed)

(2) New Space in Capital Request includes general use classrooms, clinical instruction spaces, study spaces, offices and common space.

CAPITAL PROJECT COST DETAILS

Music Center Addition



CAPITAL PROJECT OPERATING COST DETAILS

Music Center Addition

Institution: Purdue University	1		Bu	dget Agen	cy I	Project No.	:		<u>B-3-24-2-18</u>
Campus: IPFW								Two	
		G			4.15	FECTED			26.000
		G	SF (JF AREA	AF	FECTED	BYI	PROJECT	26,000
ANNUAL OPERATING COST/SAVINGS (1)				Total					
	Castra				Personal		Supplies and		
	Cost per GSF		Operating Cost		Services		Supplies and Expenses		
		USI		COSt	,	Services	гл	Jenses	
1. Operations	\$	3.94	\$	102,350	\$	92,750	\$	9,600	
2. Maintenance		1.45	\$	37,650	\$	23,250	\$	14,400	
3. Fuel	\$	-	\$	-			\$	-	
4. Utilities	\$	6.25	\$	162,500	\$	-	\$	162,500	
5. Other	\$	12.10	\$	314,500		116000		198500	
TOTAL ESTIMATED OPERATIONAL COST/SAVINGS	\$	23.73	\$	617,000	\$	232,000	\$	385,000	
Description of any unusual factors affecting operating and main	tonar	no oosta	COV	inas					
Description of any unusual factors affecting operating and mann	lenai	ice costs/	sav.	<u>ings.</u>					
Termination of the leased space will result in savings (cost avoidance) of \$230,000/year. The new operating expenses for the addition are typical									
for this type of facility.									