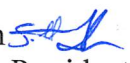
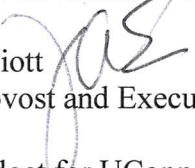




August 14, 2019

TO: Members of the Board of Trustees

FROM: Scott A. Jordan 
Executive Vice President for Administration and Chief Financial Officer

John A. Elliott 
Interim Provost and Executive Vice President for Academic Affairs

RE: Project Budget for UConn Hockey Arena (Revised Planning: \$850,000)

RECOMMENDATION:

That the Board of Trustees approve the Revised Planning Budget of \$850,000, as detailed in the attached project budget, for the UConn Hockey Arena, for predevelopment expenses associated with the pending Development Agreement with a private developer. The Administration recommends that the Board of Trustees adopt the Resolution below.

RESOLUTION:

“Be it resolved that the Board of Trustees approve the use of \$850,000 in University Funds for the UConn Hockey Arena for predevelopment expenses associated with the pending Development Agreement with a private developer.”

BACKGROUND:

In 2013, the University joined the Hockey East Association for Men’s and Women’s ice hockey. In UConn’s acceptance of the offer of membership in Hockey East, the University committed to meet the Hockey East requirement of an on-campus arena. The originally specified capacity of the arena was 4,000 seats, but it was later reduced by Hockey East to an on-campus arena with a seating capacity of 2,500. The University has continuously worked to secure a development partner for the development and construction of a new arena. Through the Request for Expressions of Interest (RFEI) process conducted at the end of 2017, the University received three responses with financial terms. As a result of further refinement of University needs and requirements, a RFEI addendum was issued in November 2018 and the University selected a private developer as the preferred development partner for the project in December 2018.

In September 2018, the Board of Trustees authorized the Administration to execute agreements necessary for any portion or all of the design, construction, financing, and operation of a new ice hockey arena on the Storrs campus, provided that the arena meets the minimum requirements of the Hockey East Association, and provided further that a Plan of Finance be submitted and reviewed by the Buildings, Grounds and Environment Committee (“BGE”) and Financial Affairs Committee (“FA”). The Plan of Finance for the hockey arena was submitted and reviewed by the BGE and FA Committees in October 2018.

The UConn hockey arena is programmed currently as an approximately 100,000 square foot stand-alone new facility adjacent to the existing Freitas Ice Forum with approximately 700 parking spaces. Through a pending turn-key development agreement, the private developer will ultimately have responsibilities to design, construct, finance, and operate the arena. This Resolution however is only for pre-development expenses, which include the creation of concept designs for the new arena, site investigations, commencement of the CEPA approval process and legal fees to draft, negotiate and finalize the development agreements. Pre-development is expected to take 4 to 6 months to complete, and the final project costs and agreements will be reviewed with the Board when completed.

Approval of this Resolution will allow the UConn Hockey Arena project to maintain its current target completion date for the Fall/Winter 2021. These expenses are within the current plan of finance.

The Revised Planning Budget is attached for your information.

Attachment

CAPITAL PROJECT BUDGET REPORTING FORM

TYPE BUDGET: REVISED PLANNING

PROJECT NAME: UCONN HOCKEY ARENA

	APPROVED PLANNING 2/6/2019 PRC	APPROVED REVISED PLANNING 4/2/2019 PRC	APPROVED REVISED PLANNING 6/24/2019 PRC	PROPOSED ** REVISED PLANNING 8/14/2019
<u>BUDGETED EXPENDITURES</u>				
CONSTRUCTION	\$ -	\$ -	\$ -	\$ -
DESIGN SERVICES	295,000	295,000	295,000	395,000
TELECOMMUNICATIONS	-	-	-	-
FURNITURE, FIXTURES AND EQUIPMENT	-	-	-	-
CONSTRUCTION ADMINISTRATION	-	-	-	-
OTHER AE SERVICES (including Project Management)	15,000	15,000	15,000	30,000
ART	-	-	-	-
RELOCATION	-	-	-	-
ENVIRONMENTAL	10,000	35,000	59,500	220,000
INSURANCE AND LEGAL	25,000	50,000	75,000	100,000
MISCELLANEOUS	5,000	5,000	5,000	5,000
OTHER SOFT COSTS	-	-	-	-
SUBTOTAL	\$ 350,000	\$ 400,000	\$ 449,500	\$ 750,000
PROJECT CONTINGENCY	50,000	50,000	50,000	100,000
TOTAL BUDGETED EXPENDITURES	<u>\$ 400,000</u>	<u>\$ 450,000</u>	<u>\$ 499,500</u>	<u>\$ 850,000</u>
<u>SOURCE(S) OF FUNDING*</u>				
UNIVERSITY FUNDS	<u>\$ 400,000</u>	<u>\$ 450,000</u>	<u>\$ 499,500</u>	<u>\$ 850,000</u>
TOTAL BUDGETED FUNDING	<u>\$ 400,000</u>	<u>\$ 450,000</u>	<u>\$ 499,500</u>	<u>\$ 850,000</u>

* This budget reflects the University's current intended source(s) of funding for the specified project. The University may adjust this funding plan in order to ensure compliance with applicable federal and state law(s) or to strategically utilize all fund sources, within the approved budget amount, as appropriate.

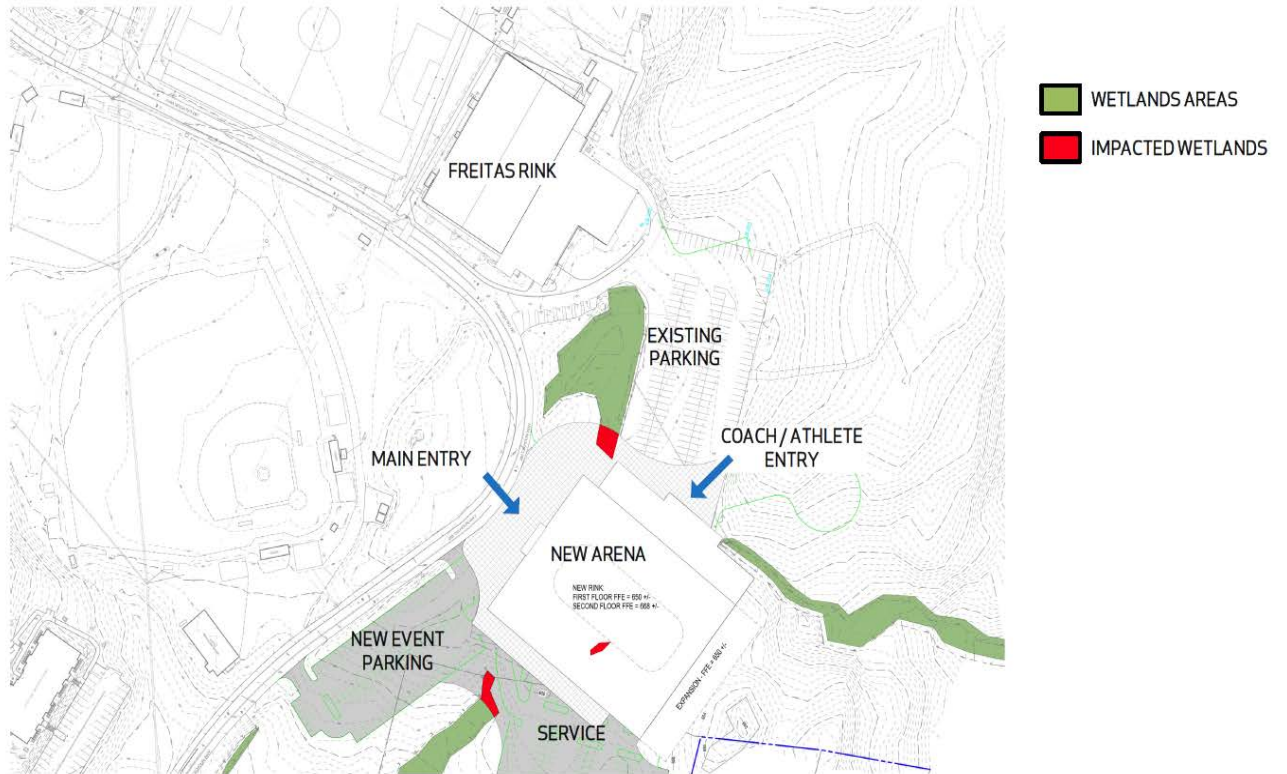
** These costs reflect the extension in the time period of the pre-development agreement and fall within the approved finance plan.

UCONN HOCKEY ARENA

Project Budget (REVISED PLANNING)

August 14, 2019

SITE STUDY



UCONN HOCKEY ARENA
STORRS, CONNECTICUT