



FOR APPROVAL

CONFIDENTIAL

IN CAMERA SESSION

TO: Business Board

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PRESENTER: Gail Milgrom, Director, Campus and Facilities Planning
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DATE: January 21, 2014 for January 27, 2014 [Revised August 15, 2014]

AGENDA ITEM: 15 (b.)

ITEM IDENTIFICATION:

The Centre for Engineering Innovation and Entrepreneurship - **Execution of the Project.**

JURISDICTIONAL INFORMATION:

Section 5.2 (b) of the terms of reference for the Business Board states that the Board is responsible for “approval of capital expenditures for, and the execution of, approved projects, as required by approved policies.”

GOVERNANCE PATH:

- 1. Business Board (January 27, 2014)**

PREVIOUS ACTION TAKEN:

In March, 2012, Governing Council approved the allocation of Site 10 (47- 55 St. George Street – Simcoe Hall Parking Lot) to FASE for a five year period to enable the initiation of a capital project.

The *Report of the Project Planning Committee for the Centre for Engineering Innovation and Entrepreneurship*, dated November 22, 2013, was considered at the Planning and Budget Committee at its meeting on January 15, 2014 and will be considered by the Academic Board on January 30, 2014. As the project requires financing, as per the *Policy*, the project proposal must also be considered by the Business Board. On the recommendation of the Academic Board and the Business Board, and with the endorsement of the Executive Committee, the **project proposal** will go forward to the Governing Council for approval on February 27, 2014.

HIGHLIGHTS:

See the ‘Highlights’ section of the cover sheet for the **Centre of Engineering Innovation and Entrepreneurship – Financing Requirement.**

FINANCIAL IMPLICATIONS:

The project planned for Site 10 comprises two distinct components:

- the Centre for Engineering Innovation & Entrepreneurship [CEIE] with a space program of 7,513nasm (15,026 gsm) and
- a single level of underground parking (53spaces) to be positioned on the second floor below grade and accessed from Galbraith Road (estimated area, including the ramp access, is approximately 2,900 gsm]

The Total Project Costs (TPC) for each component are provided separately. The estimated TPC cost for the CEIE project is \$94,747,000; the TPC for the parking requirement is estimated at \$5,173,000.

The funding for the CEIE space program is as follows:

○ Capital Campaign	
▪ pledged	\$ 21,699,000
▪ outstanding	<u>\$ 9,925,000</u>
○ Faculty of Applied Science and Engineering	\$ 29,803,000
○ Provost Central Funds (contribution to the Faculty of Applied Science and Engineering for the building)	\$ 9,000,000
○ Provost Central Funds (contribution for the Auditorium to benefit all divisions)	\$ 4,320,000
○ Borrowing	<u>\$ 20,000,000</u>
○ Total	\$ 94,747,000

The funding for the underground parking facility is as follows:

○ Central Funds:	\$ 3,673,000
○ Faculty of Applied Science and Engineering:	<u>\$ 1,500,000</u>
○ Total	\$ 5,173,000

For additional information see ‘Financial Implications’ section of the cover sheet for the **Centre of Engineering Innovation and Entrepreneurship – Financing Requirement.**

RECOMMENDATION:

Be It Resolved

Subject to Governing Council approval in principle of the project,

1. THAT the Vice-President University Operations be authorized to implement the project for the Centre for Engineering Innovation & Entrepreneurship [CEIE] at a total project cost of \$94,747,000.
2. THAT the Vice-President University Operations be authorized to implement the underground parking for the CEIE at a total project cost of **\$5,173,000.**

DOCUMENTATION PROVIDED:

See the *Report of the Project Planning Committee for the Centre for Engineering Innovation and Entrepreneurship*, dated November 22, 2013 (See item 15 a.).