

**FOR APPROVAL**

**CONFIDENTIAL**

**IN CAMERA**

**TO:** Business Board

**SPONSOR:** Professor Scott Mabury, Vice-President, University Operations

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**PRESENTER:** Christine Burke, Director, Campus and Facilities Planning

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**DATE:** September 9, 2015 for September 21, 2015

**AGENDA ITEM:** 16b

**ITEM IDENTIFICATION:**

Capital Project: Report of the Project Planning Committee for the Recreation Wing (R-Wing) Renovation and Expansion “Highland Hall” University of Toronto Scarborough – **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 (September 21, 2015)**

**PREVIOUS ACTION TAKEN:**

In April 2014, Governing Council approved in principle the Project Planning Report for the Recreation Wing (R-Wing) Renovation and Expansion “Highland Hall” University of Toronto Scarborough, with a project scope of approximately 4,237 new NASM (8,178 GSM) of new construction and 2,223 NASM (4,291 GSM) of renovation of the R-Wing at UTSC, to be funded as follows:

UTSC Operating Funds	\$ 7.72 million
Capital Campaign Funds (Target)	\$ 5.00 million
Provost Central Funds (To Match Donations)	\$ 5.00 million
Ontario Major Capacity Expansion Program	<u>\$30.80 million</u>
Total	\$48.52 million

Since Governing Council approval in April 2014, the project did not receive the anticipated provincial support through the Ontario Major Capacity Expansion Program. Although the site and space program outlined in the Report of the Project Planning Committee for the Renovation and Expansion of the Recreation Wing (R-Wing) “Highland Hall” University of Toronto Scarborough, dated November 20, 2014 have been approved, governance approval of proposed funding sources and execution of the project is required. The project planning report has been submitted for information with changes occurring only on pages 36 and 37 - project schedule and the funding sources. It was recommended that the report not be retitled as “Revised” and that changes to the schedule and funding sources be fully outlined in this report.

**HIGHLIGHTS:**

See the “Highlights” section of the cover sheet for the Capital Project: Report of the Project Planning Committee for the Recreation Wing (R-Wing) Renovation and Expansion “Highland Hall” University of Toronto Scarborough – **Financing Requirement**

**FINANCIAL IMPLICATIONS:**

**a) Total Project Cost Estimate**

The total estimated project cost for the renovation and expansion of the R-Wing is \$48,514,000. At the January 23, 2014 CaPs Executive meeting, the expenditure of \$2,931,695 in consulting fees, included in the Total Project Cost, was approved.

**b) Funding Sources**

The funding sources for the project are as follows:

UTSC Operating Funds		\$ 23,514,000
Financing	\$ 15,000,000	
Capital Campaign (targeted amount)		\$ 5,000,000
Provost Central Funds		\$ 5,000,000
Total		<b>\$ 48,514,000</b>

For additional information see ‘Financial Implications’ section of the cover sheet for the Capital Project: Report of the Project Planning Committee for the Recreation Wing (R-Wing) Renovation and Expansion “Highland Hall” University of Toronto Scarborough – **Financing Requirement**

**RECOMMENDATIONS:**

Be It Resolved:

Subject to Governing Council approval in principle of the project

THAT the Vice-President, University Operations be authorized to implement the project for the University of Toronto Scarborough Renovation and Expansion of the Recreation Wing (R-Wing) with an estimated total project cost of \$48,514,000.

**DOCUMENTATION PROVIDED:**

- Report of the Project Planning Committee for the Renovation and Expansion of the Recreation Wing (R-Wing) “Highland Hall” University of Toronto Scarborough, dated November 20, 2014 (Revised Pages 36 and 37, August 2015)