



FOR APPROVAL

CONFIDENTIAL

IN CAMERA

TO: Business Board

SPONSOR: Professor Scott Mabury, Vice President, University Operations

CONTACT INFO: [416-978-2031](tel:416-978-2031), scott.mabury@utoronto.ca

PRESENTER: As above

CONTACT INFO:

DATE: November 14, 2017 for November 27, 2017

AGENDA ITEM: 12(b)

ITEM IDENTIFICATION:

Capital Project: New Science Building at the University of Toronto Mississauga – 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 [for approval] (November 27, 2017)

PREVIOUS ACTION TAKEN:

No previous action

HIGHLIGHTS:

See the "Highlights" section of the cover sheet for the "Capital Project: New Science Building at the University of Toronto Mississauga" – Financing Requirement", *in camera* item 11(a), for this meeting.

FINANCIAL IMPLICATIONS:

a) Total Project Cost Estimate

The estimated Total Project Cost is \$152.9 million.

b) Operating Costs

Based upon current direct and indirect operating costs, the project is expected to increase UTM operating costs by \$2,134,430 per year, beginning in December, 2021. These estimates capture the incremental costs (including estimated inflation between 2017 and December, 2021) related to the new Science Building and include: utilities, caretaking/housekeeping, engineering, property management, grounds, Facilities Management & Planning, health & safety, stores, police, and information technology services.

Provision has been made within UTM’s Five-year Operating Budget for these increased annual operating costs.

c) Funding Sources

The funding sources for the new UTM Science Building are as follows:

UTM Capital Reserves	\$ 97,952,551
Long-term borrowing:	\$ 30,000,000
Capital Campaign	\$ 20,000,000
<u>Provost Funds</u>	<u>\$ 4,999,605</u>
TOTAL:	\$152,952,156

For additional information see ‘Financial Implications’ section of the cover sheet for the “Capital Project: New Science Building at the University of Toronto Mississauga – Financing Requirement”, *in camera* item 12(a), for this meeting.

RECOMMENDATION:

Be It Resolved:

THAT the Vice-President, University Operations be authorized to implement the project scope of the New Science Building at the University of Toronto Mississauga, at a total project cost of \$152, 952,156.

DOCUMENTATION PROVIDED:

- None