

FINANCE & FACILITIES COMMITTEE | 11.15.16



Student Recreation Center Update

Brian Fox, Vice President Finance and Administration

Presentation Outline

Overview of Oregon Tech Goals

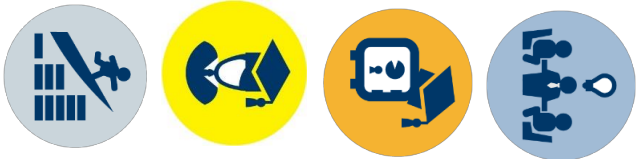
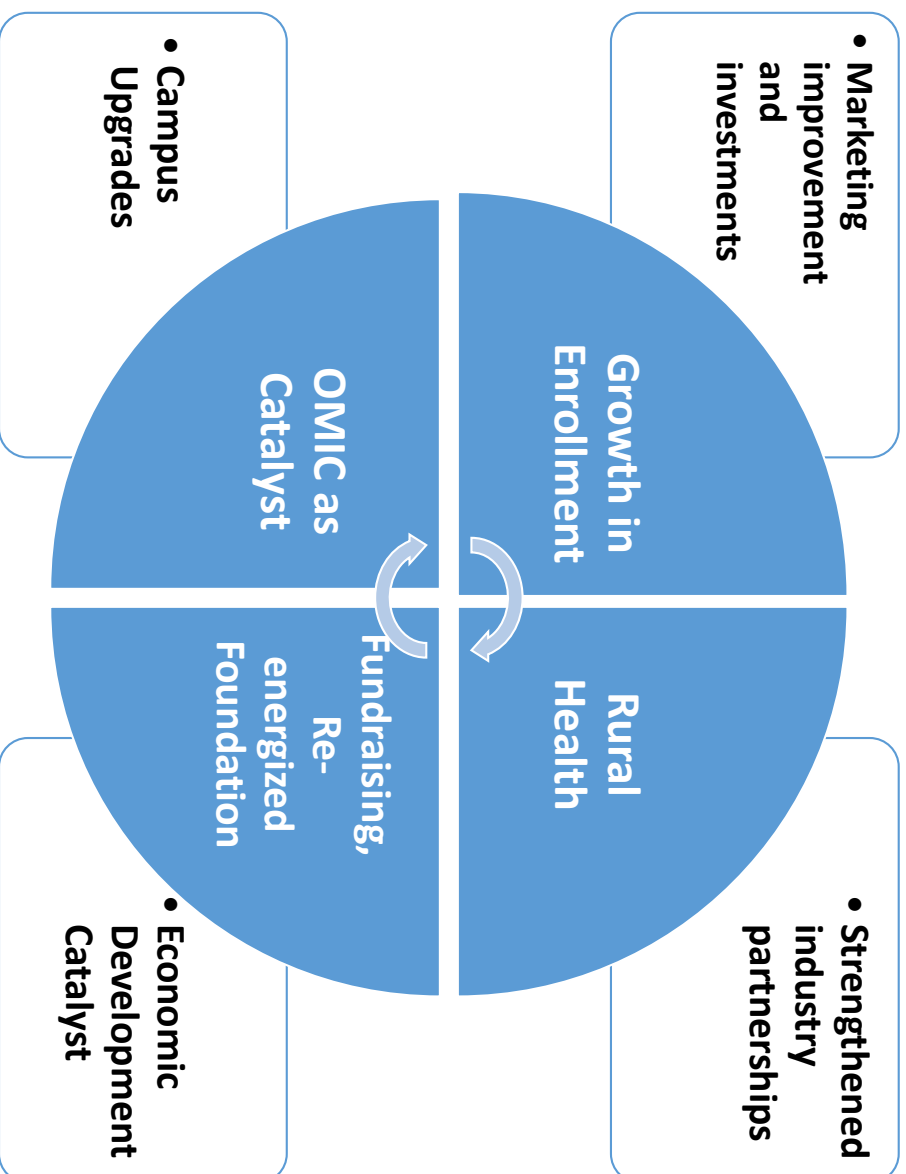
Student Rec Center Concept

Project Budget and Financing

Discussion and Process



Goal #2: Continue to promote and market Oregon Tech



Create a sense of excitement and urgency for Oregon Tech

Goal #6: Prepare for 2017-19 Legislative session



Operating Budget

- Protect and enhance current funding
- OREC funding
- Tuition flexibility



Capital Budget

- Deferred maintenance funding
- New engineering building funding
- Student Recreation Center funding



Other Objectives

- Guard against new bills that would limit Oregon Tech markets and opportunities
- Advocacy and messaging re Oregon Tech unique distinctions



Student Recreation Center

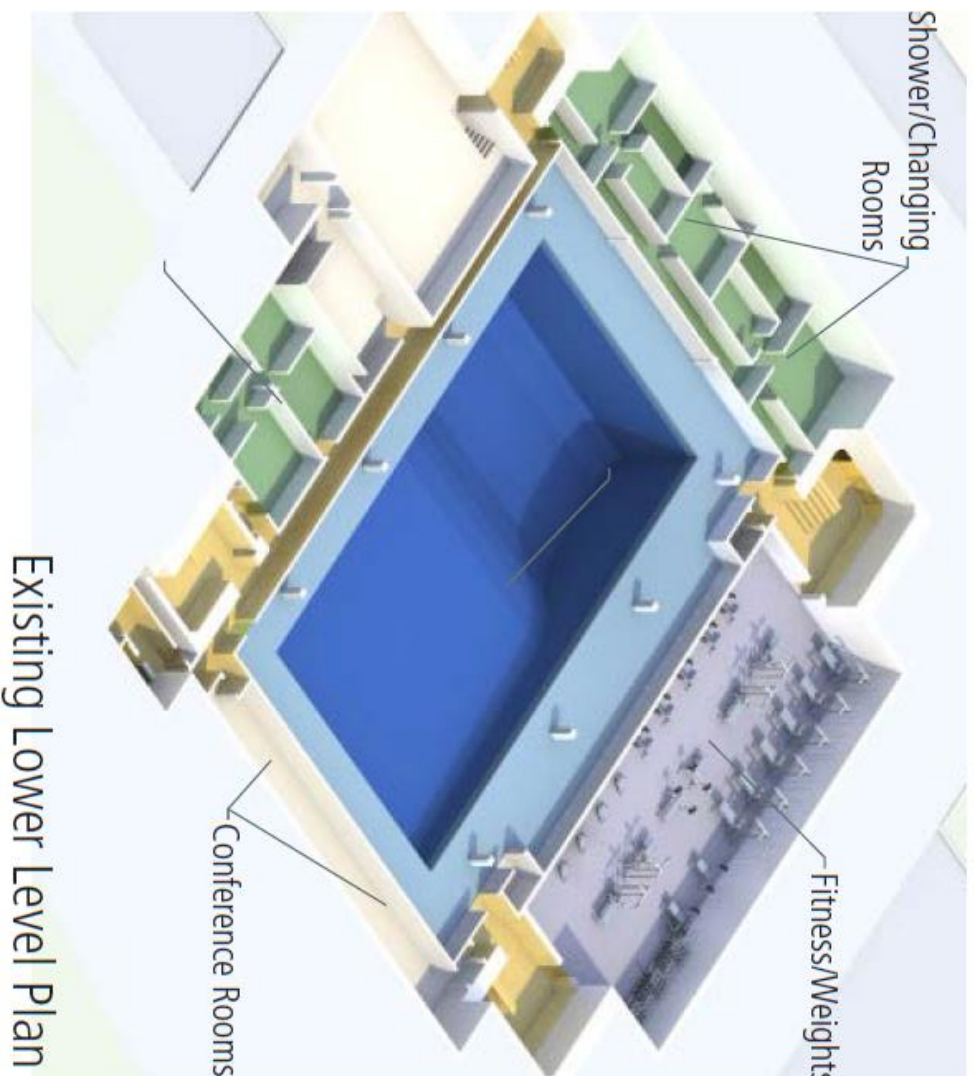


Enhance aging and inadequate facility

Meet student needs with current capacity

Link Oregon Tech with Blue Zones initiative

Current Student Recreation Facility



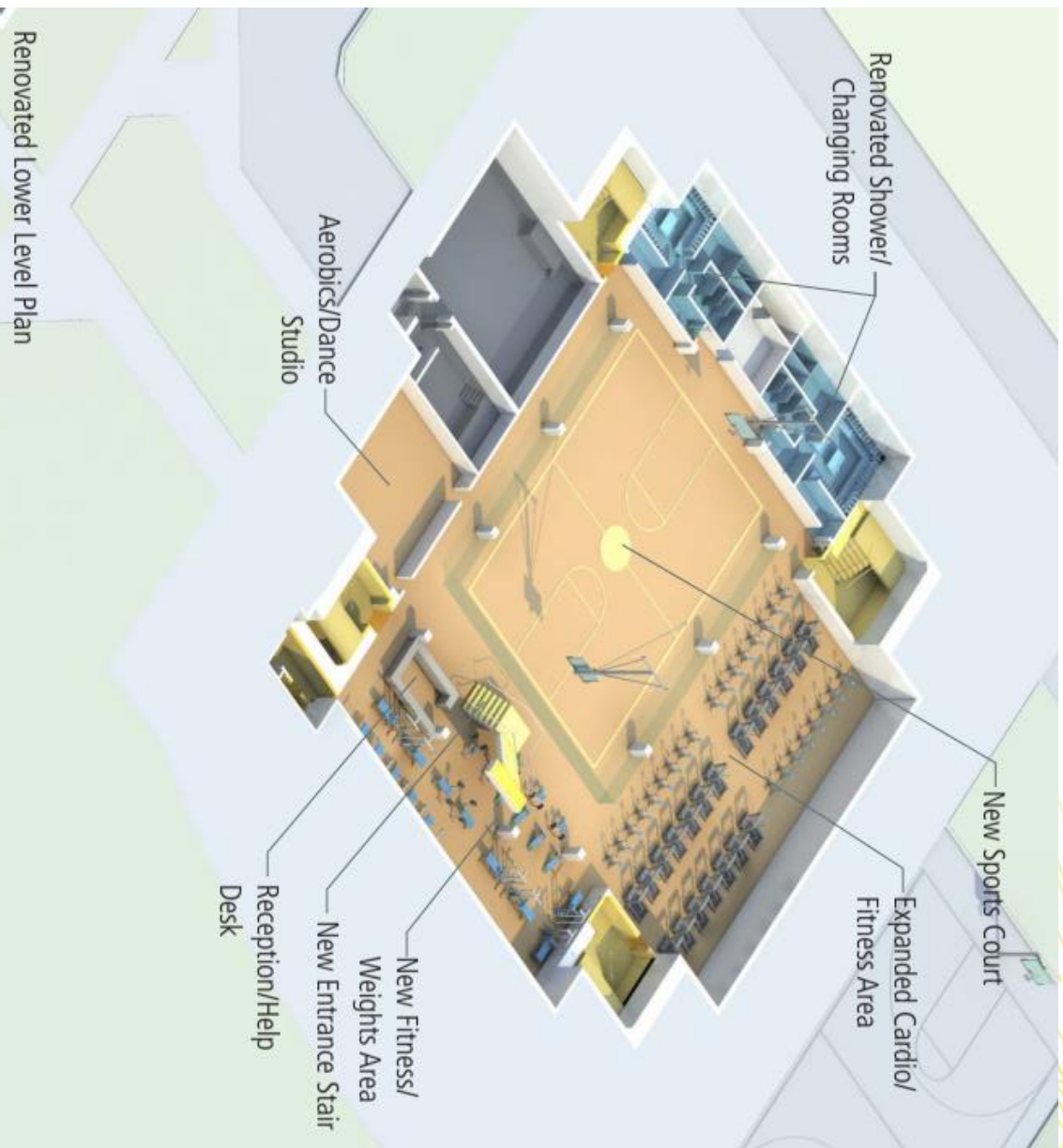
Current Facility



Current Facility



Student Recreation Center Concept



Student Recreation Center Concept



Student Recreation Center Concept



Student Recreation Center Scope



- Student/University partnership
- \$5.0 million dollar placeholder bond in state budget
- Focus on improving current facilities to meet the needs of students
- Increase athletic offices, film room and space
- Meet future needs
- Initial estimate of \$2.7-\$3.5 million dollar renovation
- Conservatively budgeting project to ensure equipment and finishes for long-term needs
- Bond would be repaid through student and institutional funds

Project Financing



Operating Expense	
Facility Maintenance:	\$15,000
Facility Management (0.5 FTE):	\$40,000
Equipment Repair/Replacement:	\$50,000
Student Workers (2 at all times):	\$93,000
Total	\$198,000
Capital Expense	
University Debt (\$1.0M)	\$71,000
Student Debt (\$2.0-\$3.0M)	\$141-\$213,000

Student Population	
Klamath Falls Headcount	2,528

Estimated Student Fee	
\$3.0M Project	\$45 per term
\$4.0M Project	\$54 re term

Student Feedback

Survey Results

- Wide participation of majors, academic year, and gender.
- Importance of having student recreational space: 4.06/5.00
- Support for renovating the pool level into fitness center: 83%
- Willingness to pay (per term):
 - 48% at \$30-\$39
 - 52% range \$40-\$79
- Straw poll at ASOIT open forum was strongly supportive

Discussion Themes

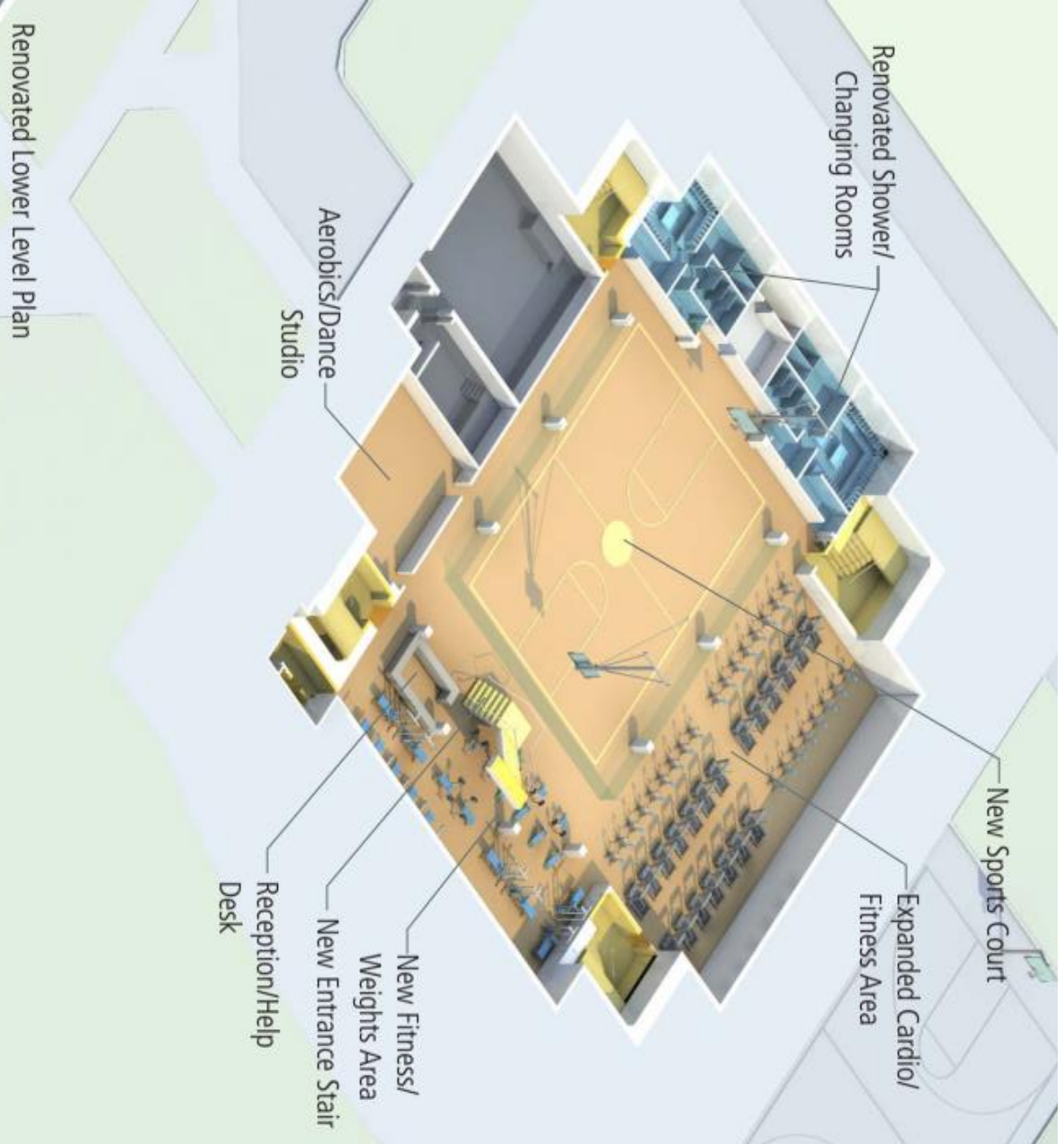
- Current facility is substandard in insufficient for students
- Expanded capacity, including court space and aerobic rooms are key
- Lack of extracurricular and attractive student space on campus
- Unfortunate to lose pool
- Questions of cost and burden for students
- Timing of fee and amount of facility downtime



Next Steps



Step	Timing
- Schedule second campus open forum with ASOIT	Nov. 2017
- Finalize project scope, fee structure and size	Dec. 2017
- Seek letter of support from ASOIT to move forward	Dec. 2017
- Continue to pursue approval of XI-F bonds	Feb. 2017 – June 2017
- Team selection for schematic design and development	Apr. 2017 – Nov. 2017
- Construction phase	Dec. 2017 – Sept. 2018



Discussion and Questions

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