

1. U. T. Arlington - Intramural and Recreation Complex - Phase I: Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project; Authorization of Institutional Management; Approval of Total Project Cost; Appropriation of Funds and Authorization of Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Witt that the U. T. Board of Regents:

- a. Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the Intramural and Recreation Complex - Phase I project at U. T. Arlington
- b. Authorize U. T. Arlington to manage the total project budgets, appoint an architect, approve facility programs, prepare final plans, and award contracts
- c. Approve a total project cost of \$3,300,000
- d. Appropriate funds and authorize expenditure of \$3,300,000 from Revenue Financing System Bond Proceeds.

The Chancellor also concurs in the recommendation of the Executive Vice Chancellor for Business Affairs that, in compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993 and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 52, the U. T. Board of Regents resolves that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt
- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the

Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System

- c. U. T. Arlington, which is a “Member” as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$3,300,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

BACKGROUND INFORMATION

The Intramural and Recreation Complex - Phase I project at U. T. Arlington will consist of approximately 16 acres of field and activity space, as well as a control/support building. This phase of the project will construct two dedicated softball fields, three multiuse sports fields, and a jogging/walking trail that surrounds the site, supporting utilities, and infrastructure. All activity areas will be lighted. The control building will have rest rooms, a meeting room, an office, storage space, lockers, and a vending area.

This project would best be managed by the U. T. Arlington Facilities Management personnel who have the experience and capability to manage all aspects of the work.

The debt will be repaid with net recreation fee revenues. The annual debt service is projected to be \$401,812. The debt service coverage for the Intramural and Recreation Complex - Phase I is expected to be at least 1.15 times. The overall debt service coverage for U. T. Arlington is expected to be at least 1.63 times (see Page 53).

This off-cycle project has been approved by U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993 and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the Intramural and Recreation Complex – Phase I project at U. T. Arlington, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, the Ninth Supplemental Resolution as amended, the Tenth Supplemental Resolution, and the Eleventh Supplemental Resolution.

EXECUTED this 14th day of October, 2002

/s/ Philip Aldridge

Assistant Vice Chancellor for Finance

The University of Texas at Arlington
Intramural and Recreation Complex - Phase I

Project Level (Actual \$)	Actual			Forecast					
	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
Beginning Fund Balance						320,219	378,684	514,543	673,781
Recreation Center Fees				-	548,939	569,857	650,652	675,470	771,404
Recreation Center Expenses				-	(113,220)	(109,580)	(112,980)	(114,420)	(117,905)
Net Fee Revenue					435,719	460,277	537,672	561,050	653,499
Debt Service					(115,500)	(401,812)	(401,812)	(401,812)	(401,812)
Net Increase/Decrease for Year					320,219	58,465	135,860	159,238	251,687
Ending Fund Balance					320,219	378,684	514,543	673,781	925,467
Debt Service Coverage					3.77	1.15	1.34	1.40	1.63

Campus Level: (\$ in millions)

	Actual			Forecast					
	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
Beginning Fund Balance	29.4	28.6	33.0	28.6	33.5	45.9	54.8	63.0	73.7
Total Current Unrestricted Revenues	165.0	180.8	194.2	206.7	222.2	228.8	235.5	243.0	248.6
Total Current Unrestricted Expenditures	(152.5)	(165.5)	(179.1)	(188.9)	(196.0)	(203.4)	(209.9)	(216.1)	(222.5)
Net Revenues	12.5	15.3	15.2	17.8	26.2	25.4	25.6	26.8	26.1
Debt Service	(8.8)	(9.4)	(10.7)	(10.9)	(11.6)	(14.4)	(15.2)	(13.9)	(13.4)
Other Mandatory Transfers	0.0	0.0	(0.0)	0.0	0.0	0.0	0.0	0.0	0.0
Total Mandatory Transfers	(8.8)	(9.4)	(10.7)	(10.9)	(11.6)	(14.4)	(15.2)	(13.9)	(13.4)
Nonmandatory Transfers	(3.7)	(0.7)	(7.6)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)
Adjustments	(0.8)	(0.7)	(1.3)	(1.4)	(1.4)	(1.4)	(1.5)	(1.6)	(1.6)
Net Increase/(Decrease) for Year	(0.8)	4.5	(4.4)	4.9	12.4	8.8	8.3	10.7	10.4
Ending Fund Balance	28.6	33.0	28.6	33.5	45.9	54.8	63.0	73.7	84.1
Debt Service Coverage	1.42	1.63	1.41	1.63	2.25	1.76	1.69	1.93	1.95
Debt Service as % of Budget	5.5%	5.4%	5.6%	5.5%	5.6%	6.6%	6.7%	6.0%	5.7%

U. T. System (\$ in millions)

	Actual			Forecast					
	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
Available Revenues	4,363.1	4,967.6	5,247.0	5,569.5	5,876.5	6,153.6	6,429.4	6,767.1	7,085.9
Operating Expenses	(4,166.5)	(4,562.1)	(4,949.2)	(5,229.6)	(5,493.9)	(5,709.3)	(5,935.8)	(6,172.9)	(6,425.9)
Net Available for Debt Service	196.6	405.5	297.8	339.9	382.6	444.3	493.6	594.2	660.0
Other Mandatory Transfers	(0.8)	(0.7)	(0.7)	(0.8)	(0.6)	(0.6)	(0.6)	(0.6)	(0.6)
Debt Service	(95.5)	(116.6)	(124.5)	(146.8)	(183.3)	(220.7)	(231.1)	(228.9)	(219.7)
Debt Service Coverage	2.04	3.46	2.38	2.30	2.08	2.01	2.13	2.59	3.00
Debt Service as % of Budget	2.2%	2.5%	2.5%	2.7%	3.2%	3.7%	3.7%	3.6%	3.3%

2. U. T. Arlington - Minor Construction and Minor Repair and Renovation Projects: Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project; Authorization of Institutional Management; Appropriation of Funds and Authorization of Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Witt that the U. T. Board of Regents:

- a. Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the Minor Construction and Minor Repair and Renovation Projects at U. T. Arlington at a preliminary project cost of \$4,300,000 with funding from Revenue Financing System Bond Proceeds
- b. Authorize U. T. Arlington to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the project
- c. Appropriate funds and authorize expenditure of \$4,300,000 from Revenue Financing System Bond Proceeds.

The Chancellor also concurs in the recommendation of the Executive Vice Chancellor for Business Affairs that, in compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993 and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 56, the U. T. Board of Regents resolves that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt

- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. Arlington, which is a “Member” as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$4,300,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

BACKGROUND INFORMATION

U. T. Arlington has requested the Minor Construction and Minor Repair and Renovation Projects to be institutionally managed and funded from Revenue Financing System Bond Proceeds. The four projects include: the Baseball Stadium Renovations (Phase II) at \$1,950,000; the Activities Building Renovation for Kinesiology at \$1,500,000; the Social Work C Renovation for Classrooms and Offices at \$450,000; and the Physical Plant Shops Addition and Renovations at \$400,000 for a total cost of \$4,300,000.

This project would best be managed by the U. T. Arlington Facilities Management personnel who have the experience and capability to manage all aspects of the work.

The debt will be repaid from U. T. Arlington’s net operations. The overall debt service coverage for U. T. Arlington is expected to be at least 1.63 times (see Page 57).

This off-cycle project has been approved by the U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993 and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the Minor Construction and Minor Repair and Renovation Projects at U. T. Arlington, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, the Ninth Supplemental Resolution as amended, the Tenth Supplemental Resolution, and the Eleventh Supplemental Resolution.

EXECUTED this 14th day of October, 2002

/s/ Philip Aldridge

Assistant Vice Chancellor for Finance

The University of Texas at Arlington
Minor Construction and Minor Renovation and Repair Projects

Campus Level: (\$ in millions)	Actual			Forecast					
	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
Beginning Fund Balance	29.4	28.6	33.0	28.6	33.5	45.9	54.8	63.0	73.7
Total Current Unrestricted Revenues	165.0	180.8	194.2	206.7	222.2	228.8	235.5	243.0	248.6
Total Current Unrestricted Expenditures	(152.5)	(165.5)	(179.1)	(188.9)	(196.0)	(203.4)	(209.9)	(216.1)	(222.5)
Net Revenues	12.5	15.3	15.2	17.8	26.2	25.4	25.6	26.8	26.1
Debt Service	(8.8)	(9.4)	(10.7)	(10.9)	(11.6)	(14.4)	(15.2)	(13.9)	(13.4)
Other Mandatory Transfers	0.0	0.0	(0.0)	0.0	0.0	0.0	0.0	0.0	0.0
Total Mandatory Transfers	(8.8)	(9.4)	(10.7)	(10.9)	(11.6)	(14.4)	(15.2)	(13.9)	(13.4)
Nonmandatory Transfers	(3.7)	(0.7)	(7.6)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)	(0.7)
Adjustments	(0.8)	(0.7)	(1.3)	(1.4)	(1.4)	(1.4)	(1.5)	(1.6)	(1.6)
Net Increase/(Decrease) for Year	(0.8)	4.5	(4.4)	4.9	12.4	8.8	8.3	10.7	10.4
Ending Fund Balance	28.6	33.0	28.6	33.5	45.9	54.8	63.0	73.7	84.1
Debt Service Coverage	1.42	1.63	1.41	1.63	2.25	1.76	1.69	1.93	1.95
Debt Service as % of Budget	5.5%	5.4%	5.6%	5.5%	5.6%	6.6%	6.7%	6.0%	5.7%

U. T. System (\$ in millions)	Actual			Forecast					
	FY 99	FY 00	FY 01	FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
Available Revenues	4,363.1	4,967.6	5,247.0	5,569.5	5,876.5	6,153.6	6,429.4	6,767.1	7,085.9
Operating Expenses	(4,166.5)	(4,562.1)	(4,949.2)	(5,229.6)	(5,493.9)	(5,709.3)	(5,935.8)	(6,172.9)	(6,425.9)
Net Available for Debt Service	196.6	405.5	297.8	339.9	382.6	444.3	493.6	594.2	660.0
Other Mandatory Transfers	(0.8)	(0.7)	(0.7)	(0.8)	(0.6)	(0.6)	(0.6)	(0.6)	(0.6)
Debt Service	(95.5)	(116.6)	(124.5)	(146.8)	(183.3)	(220.7)	(231.1)	(228.9)	(219.7)
Debt Service Coverage	2.04	3.46	2.38	2.30	2.08	2.01	2.13	2.59	3.00
Debt Service as % of Budget	2.2%	2.5%	2.5%	2.7%	3.2%	3.7%	3.7%	3.6%	3.3%

3. U. T. Arlington - New Residence Hall: Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Witt that the U. T. Board of Regents amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the New Residence Hall project at U. T. Arlington at a preliminary project cost of \$14,275,000 with funding from Revenue Financing System Bond Proceeds.

BACKGROUND INFORMATION

There is a strong demand for University-owned and operated housing due to increased student enrollment at U. T. Arlington. The institution has added over 1,000 beds to its on-campus housing inventory in the last two years, however, at the beginning of the Fall 2002 Semester, there were still 273 students on the waiting list for an apartment, and 622 students on the waiting list for a residence hall room. The New Residence Hall will be ready for occupancy by the Fall Semester 2004 with approximately 350 beds in single and double rooms. Each room will have access to the University's computer network, telephone system, and local cable television. The development will include a commons facility, on-site parking, card-access for enhanced security, and landscaping.

This off-cycle project has been approved by U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.

4. U. T. Arlington - University Center Addition: Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Witt that the U. T. Board of Regents amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the University Center Addition project at U. T. Arlington at a preliminary project cost of \$1,800,000 with funding from Revenue Financing System Bond Proceeds.

BACKGROUND INFORMATION

The existing cafeteria is operating at full capacity. With anticipated enrollment growth at U. T. Arlington, this project will add approximately 5,000 gross square feet to the existing University Center building to enlarge the campus dining area. The project will also renovate approximately 5,000 gross square feet of the existing cafeteria and dining area to complement the new construction and additional air conditioning will be provided.

This off-cycle project has been approved by U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program. This project is below the Capital Improvement Program cost threshold but is being added to the Capital Improvement Program due to the use of debt financing.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.

5. U. T. Austin - The University of Texas Elementary Charter School: Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Faulkner that the U. T. Board of Regents amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include The University of Texas Elementary Charter School project at U. T. Austin at a preliminary project cost of \$750,000 with funding from Revenue Financing System Bond Proceeds.

The Chancellor also concurs in the recommendation of the Executive Vice Chancellor for Business Affairs that, in compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993 and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 61, the U. T. Board of Regents resolves that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt
- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. Austin, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$750,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

BACKGROUND INFORMATION

The University of Texas Elementary Charter School will use research-based instructional and innovative teaching methods to support an educational laboratory that will serve a diverse student population in East Austin. This project is a cornerstone of U. T. System's "Every Child, Every Advantage" Initiative.

The \$750,000 in Revenue Financing System debt will be repaid with private donations or with U. T. Austin operating revenues. Interest expense during construction and for up to one year after completion may be capitalized from the proceeds of the Parity Debt. The overall debt service coverage for U. T. Austin is expected to be at least 1.52 times (see Page 62).

These funds will be used for the development of a suitable campus for the anticipated 116 students in pre-kindergarten through first grade.

This off-cycle project has been approved by U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993 and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of The University of Texas Elementary Charter School project at U. T. Austin, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, the Ninth Supplemental Resolution as amended, the Tenth Supplemental Resolution, and the Eleventh Supplemental Resolution.

EXECUTED this 14th day of October, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

**The University of Texas at Austin
The University of Texas Elementary Charter School**

	Actual				Forecast					
	FY 99	FY 00	FY 01		FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
Campus Level: (\$ in millions)										
Beg. Fund Balance	141.6	146.1	163.9		172.6	176.0	154.8	154.7	139.7	125.1
Total Current Unrestricted Revenues	773.7	859.9	915.7		987.5	1,036.4	1,075.6	1,088.6	1,129.4	1,150.7
Total Current Unrestricted Expenditures	(708.2)	(765.1)	(835.2)		(903.3)	(975.4)	(999.8)	(1,018.9)	(1,052.7)	(1,086.2)
Net Revenues	65.6	94.8	80.5		84.3	61.0	75.8	69.7	76.7	64.5
Debt Service	(27.9)	(31.0)	(34.6)		(40.4)	(39.7)	(44.7)	(45.6)	(46.2)	(40.9)
Other Mandatory Transfers	(0.5)	(0.4)	(0.4)		(0.3)	(0.3)	(0.3)	(0.3)	(0.3)	(0.3)
Total Mandatory Transfers	(28.4)	(31.3)	(34.9)		(40.7)	(40.0)	(45.1)	(46.0)	(46.5)	(41.2)
Nonmandatory Transfers	(31.7)	(45.1)	(36.4)		(40.1)	(42.2)	(30.8)	(38.7)	(44.8)	(46.2)
Adjustments	(1.0)	(0.6)	(0.5)		-	-	-	-	-	-
Net Increase/(Decrease) for Year	4.5	17.8	8.7		3.4	(21.2)	(0.1)	(15.0)	(14.6)	(22.9)
End. Fund Balance	146.1	163.9	172.6		176.0	154.8	154.7	139.7	125.1	102.2
Debt Service Coverage	2.31	3.03	2.31		2.07	1.52	1.68	1.52	1.65	1.56
Debt Service to Operating Expenses	3.8%	3.9%	4.0%		4.3%	3.9%	4.3%	4.3%	4.2%	3.6%

	Actual				Forecast					
	FY 99	FY 00	FY 01		FY 02	FY 03	FY 04	FY 05	FY 06	FY 07
U.T. System (\$ in millions)										
Available Revenues	4,363.1	4,967.6	5,247.0		5,569.5	5,876.5	6,153.6	6,429.4	6,767.1	7,085.9
Operating Expenses	(4,166.5)	(4,562.1)	(4,949.2)		(5,229.6)	(5,493.9)	(5,709.3)	(5,935.8)	(6,172.9)	(6,425.9)
Net Available for Debt Service	196.6	405.5	297.8		339.9	382.6	444.3	493.6	594.2	660.0
Other Mandatory Transfers	(0.8)	(0.7)	(0.7)		(0.8)	(0.6)	(0.6)	(0.6)	(0.6)	(0.6)
Debt Service	(95.5)	(116.6)	(124.5)		(146.8)	(183.3)	(220.7)	(231.1)	(228.9)	(219.7)
Debt Service Coverage	2.04	3.46	2.38		2.30	2.08	2.01	2.13	2.59	3.00
Debt Service to Operating Expenses	2.2%	2.5%	2.5%		2.7%	3.2%	3.7%	3.7%	3.6%	3.3%

6. U. T. Austin - Experimental Science Building Renovation Phase I and Phase II (Project No. 102-906): Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Combine Projects

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Faulkner that the U. T. Board of Regents approve combining the Experimental Science Building Renovation Phase I and Phase II projects at U. T. Austin into one project at a preliminary project cost of \$35,000,000 with funding from Revenue Financing System Bond Proceeds.

BACKGROUND INFORMATION

The Experimental Science Building Renovation Phase I project at U. T. Austin is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$750,000 with funding from Designated Tuition. Phase I includes the development of an overall program and cost estimate for subsequent phased work.

The Experimental Science Building Renovation Phase II project is included in the FY 2002-2007 Capital Improvement Program Futures List. Phase I programming indicates that the overall preliminary project cost should be \$34,250,000 for Phase II. The Phase II work will include renovation of approximately one-third of the existing building to support state-of-the-art research and teaching laboratories, classrooms, and offices for nanoscience.

U. T. Austin has requested the Phase I and Phase II projects be combined to enable the project team to move immediately into design following approval of the facilities program. The preliminary project cost of \$35,000,000 for the combined project will be funded from Revenue Financing System Bond Proceeds.

This off-cycle project has been approved by U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.

7. U. T. Austin - Performing Arts Center Infrastructure Upgrades - Phase I: Request for Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project

RECOMMENDATION

The Chancellor concurs in the recommendation of the Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, and President Faulkner that the U. T. Board of Regents amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the Performing Arts Center Infrastructure Upgrades - Phase I project at U. T. Austin at a preliminary project cost of \$400,000 with funding from Designated Tuition.

BACKGROUND INFORMATION

The Performing Arts Center Infrastructure Upgrades - Phase I project at U. T. Austin is a feasibility and planning phase that will include the development of an overall program and cost estimate for subsequent phased work at a preliminary project cost of \$400,000 from Designated Tuition. Work planned for a future phase of the project will address building age and condition, updating the space and its use, and involve renovation to meet current life safety and accessibility code requirements.

This off-cycle project has been approved by U. T. System staff and meets the criteria for inclusion in the Capital Improvement Program.

This project was presented to the Academic Affairs Committee and the Facilities Planning and Construction Committee in October 2002.