

Finance and Administration Committee
Meeting
Wednesday, November 30, 2022 5:00 PM

The Post Oak Hotel , Post Oak Ballroom, Third
Floor
University of Houston System
Houston, TX 78767-0400

Agenda

I. **Finance and Administration Committee**

Presenter: Chair John McCall, Jr.

I.A. Call to Order

Presenter: Chair John McCall, Jr.

I.B. Approval of Committee Minutes

- August 25, 2022, Finance and Administration Committee Meeting

Action: Approval

I.C. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts exceeding \$1 million for the purchase of goods or services, excluding construction contracts, at the University of Houston System - University of Houston System

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.D. Approval is requested to delegate authority to the Chancellor to negotiate and execute construction contracts exceeding \$1 million for projects at the University of Houston System

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.E. Approval is requested to establish a graduate program deposit fee at the University of Houston

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.F. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction of The HUB located in the Central District at the University of Houston.

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.G. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and renovation of the Bayou Building located at the University of Houston-Clear Lake.

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.H. Approval is requested to delegate authority to the Chancellor and negotiate contracts for the design and expansion/renovation of the Welcome Center Building and One Main Building located at the University of Houston-Downtown.

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.I. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction to the new Innovation Hub Building located at the University of Houston.

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.J. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction of the new Academic Building 2 at the University of Houston at Sugar Land location

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.K. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction to the renovations to the Texas Medical Center Building located at the University of Houston Texas Medical Center Building.

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.L. Approval is requested for the annual review of the University of Houston System Board of Regents Finance and Administration Committee Charter.

Action: Approval

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

I.M. Presentation of the Fiscal Year 2022 University of Houston System Results of Financial Operations

Action: Information

Presenter: Raymond Bartlett, Senior Vice Chancellor for Administration and Finance

II. **Executive Session**

Presenter: Chair John McCall, Jr.

II.A. 1. Consultation with System Attorney Regarding Legal Matters, and/or Contemplated Litigation or Settlement Offers.

Texas Gov't Code Section 551.071

2. Deliberations regarding the Purchase, Exchange, Sale or Value of Real Property.

Texas Gov't Code Section 551.072

3. Deliberation Regarding a Prospective Gift.

Texas Gov't Code Section 551.073

4. Personnel Matters Relating to appointment, Employment, Evaluation, Assignment, Duties, Discipline, or Dismissal of Officers or Employees including but not limited to the Chancellor, Presidents, Vice Chancellors, in the Division of Athletics and members of the Board of Regents.

Texas Gov't Code Section 551.074

III. **Report and Action from Executive Session**

Presenter: Chair John McCall, Jr.

IV. **Adjourn**

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts exceeding \$1 million for the purchase of goods or services, excluding construction contracts, at the University of Houston System

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

Approval is requested for contracts that are expected to exceed \$1 million that are associated with the purchase of goods or services, excluding construction contracts, at the University of Houston System. Board of Regents policy 55.01.01 states that the board must approve any contract, including any amendment, extension, or renewal thereto, that results in the value of the contract exceeding \$1 million throughout the term of the contract.

SUPPORTING DOCUMENTATION: Summary of Contracts

FISCAL NOTE: See supporting documentation for value of each contract.

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston System



SENIOR VICE CHANCELLOR

Raymond S. Bartlett



DATE



CHANCELLOR

Renu Khator



DATE

University of Houston System
Summary of Goods and Services Contracts Greater than \$1 Million
F&A Committee -December 2022

Component	Project	Procurement Method	Vendor/Client	Purpose	Term	Amount	Funding Source	HUB Goal	Comments
Goods and Services Contracts Greater than \$1 Million									
UH	Conrad N. Hilton College of Global Hospitality Leadership Food and Beverage Management Services	Request for Proposal	Vendor: Aramark Educational Services LLP	To manage Hilton brand required food and beverage services at the Hilton Hotel at the University of Houston.	Initial Term: 3 Years Optional Term: Two 1-year options	Initial Term Revenue: \$7,250,000 Optional Terms Revenue: \$5,750,000 Initial Term Expense: \$6,725,000 Optional Terms Expense: \$5,025,000	Auxiliary Funds	26%	Net income of \$1,250,000
UH	Custom Continuing Education Program for Insperity, LLC – “Certified Business Performance Advisor Program” (Non-Credit)	Revenue Contract	Insperity, LLC	Request to extend the existing contract for an additional year to provide a custom continuing education certificate to participating Insperity employees by the Bauer faculty.	Original Term: 5 years Optional Term: 1 year	Original Term Revenue: \$1,700,000 Optional Term Revenue: \$800,000 Original Term Expense: \$850,000 Optional Term Expense: \$400,000	Designated Funds	N/A	Net income of \$1,250,000
UHD	Digital Marketing	Request for Proposal	TBD	Continue digital marketing campaign to drive enrollment growth for the University of Houston Downtown.	Initial Term 3 Years Optional Term: Two 1-year options	Initial Term: \$4,500,000 Optional Terms: \$3,000,000	Designated Funds	12%	
UHS	Parking Management Services	Request for Proposal	Republic Parking System. LLC	To provide an increase in the total cost for the parking management system contract, which includes enhanced parking enforcement, facilities management, and valet services for events for the remainder of the contract life.	Initial Term: 3 years Optional Term: 2 years	Initial Term: \$3,000,000 Optional Term: \$2,000,000 Optional Term Increase: \$1,500,000	Auxiliary Funds	26%	
UHS	Parking Management Services	Request for Proposal	TBD	To provide parking management services that include valet services, parking lot and garage facilities maintenance, parking access, and parking enforcement with increased staffing levels.	Initial Term: 3 years Optional Term: 2 years	Initial Term: \$6,450,000 Optional Term: \$4,550,000	Auxiliary Funds	26%	

University of Houston System
Summary of Goods and Services Contracts Greater than \$1 Million
F&A Committee -December 2022

Component	Project	Procurement Method	Vendor/Client	Purpose	Term	Amount	Funding Source	HUB Goal	Comments
UHS	UHS Campus Card System	Request for Proposal	Atrium Campus, LLC	Provide an integrated system-wide campus identification card system that includes access management, card production and management, event attendance management, and point of sale services.	Initial Term: 5 years	Initial Term: \$2,750,000	Designated Funds	21%	
UHS	UHS Snack Vending Revenue Contract	Request for Proposal	Canteen Compass USA	To obtain a snack vending program that provides optimal service, maximizes the return on sales, and provides cost effective solutions for all System locations.	Initial Term: 5 years	Initial Term Revenue: \$1,000,000	Auxiliary Funds	N/A	Revenue contract
UHS	Campus water systems chemistry, distribution and maintenance	Request for Proposal	TBD	Extend current agreement for water systems contract, including equipment installation, equipment service and maintenance, and water chemistry.	Initial Term: 5 years Optional Term 1: 1 year	Original Term: \$2,800,000 Optional Term 1: \$1,500,000	State Funds	32.9%	
UH	Landscaping, Irrigation, Mowing and Tree Services	Request for Proposal	TBD	Provide all material, equipment and labor for campus wide irrigation, landscaping, flower, ornamental and shrub beds, tree maintenance and mowing for Main Campus, Tech Bridge and Texas Medical Center locations.	Initial Term 3 Years Optional Term: Two 1-year options	Initial Term: \$5,100,000 Optional Term: \$4,700,000	Various	32.9%	
UH	University of Houston Magazine	Request for Proposal	TBD	To provide a semi-annual print and digital magazine, including writing, editing, layout and design, project management, printing and delivery to provide a resource to cultivate and engage University supporters, colleagues, and members.	Initial Term: 5 years	Initial Term: \$3,000,000	Designated Funds	26.0%	
UH	Security Services - Parking Kiosks	Request for Proposal	Janissary LLC	Extend current agreement for parking kiosk all terrain vehicle and foot patrol security services.	Initial Term: 9 months Optional Term: 6 months	Initial Term: \$650,000 Optional Term: \$400,000	Designated Funds	26.0%	

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute construction contracts exceeding \$1 million for projects at the University of Houston System

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

Approval is requested for contracts that are expected to exceed \$1 million that are associated with construction projects at the University of Houston System as listed in the supporting documentation. Board of Regents policy 55.01.01 states that the board must approve any contract, including any amendment, extension, or renewal thereto, that results in the value of the contract exceeding \$1 million throughout the term of the contract.

SUPPORTING DOCUMENTATION: Summary of Construction Contracts

FISCAL NOTE: See supporting documentation for value of each contract.

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston System



SENIOR VICE CHANCELLOR Raymond S. Bartlett



DATE



CHANCELLOR Renu Khator



DATE

University of Houston System
 Summary of Construction Contracts Greater than \$1 Million
 F&A Committee - November 30, 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH	TDECU Premium Seating	CMAR	TBD	Construction contract. Construction contract for the construction of additional premium seating at the TDECU Stadium located at the University of Houston.	\$ 4,500,000	Auxiliary	21.10%	
UH	Fine Arts Building Water Infiltration & Foundation Repairs	CSP	TBD	Construction contract. Construction contract for the foundation repairs and water mitigation project at the Fine Arts Building located at the University of Houston.	\$ 1,650,000	HEAF	21.10%	
UH	Auditorium Renovations (SW101 & CAM101)	CSP	TBD	Construction contract. Construction contract for the renovations of two auditoriums as part of the Classroom Refresh Program, Social Work 101 and Cameron 101, located at the University of Houston.	\$ 1,200,000	HEAF	21.10%	

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to establish a graduate program deposit fee at the University of Houston.

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

The University of Houston is requesting a \$500 non-refundable program deposit fee for various masters level programs at the Bauer College of Business effective for the Fall 2023 semester. The purpose of the deposit is to strengthen the commitment of students to their admitted program; thereby increasing the yield rate. Students that enroll will have the fee applied to their initial tuition and fee bill. A deposit fee is a common practice among peer institutions in Texas and across the nation. Universities such as SMU, TCU, UT Dallas and Rice require a deposit after admissions to their graduate business programs.

SUPPORTING DOCUMENTATION: Rationale for Deposit Request

FISCAL NOTE: None

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston

 _____	Renu Khator	<u>11/28/2022</u> DATE
 _____	Raymond S. Bartlett	<u>11/28/2022</u> DATE
 _____	Renu Khator	<u>11/28/2022</u> DATE

Rationale for Deposit Request

Bauer Graduate Programs

Objective

The objective of this proposal is to establish a deposit of \$500 for all Bauer College graduate programs except for the EMBA program, which already has a deposit, and the MS Accountancy program.

Rationale

Asking for a deposit to business graduate students is a common practice among peer institutions in Texas and across the nation. Universities such as SMU, TCU, UT Dallas and Rice ask for non-refundable deposit after admissions to their graduate business programs. These universities charge deposits ranging from \$500.00 to \$650.00 (Please see Table 1).

Table 1 - Graduate Business Deposits among Other Institutions

School	Program	Deposit (\$)
University of Florida	MBA	\$1,500
SMU	FTMBA	\$650
TCU	FTMBA	\$500 (MS)
UT Dallas	FTMBA	\$550
ASU	FTMBA	\$500
ASU	MS Programs	\$500
Rice	FTMBA	\$2,500

The purpose of the deposit will be to strengthen the commitment of students to their admitted programs. The deposit will decrease the melt rate of our programs, which can be defined as the percentage of students who decide not to enroll after accepting an offer of admission to our programs. Bauer will measure the melt rates post deposit and use as a benchmark to our historical data to measure the effectiveness of the deposit in reinforcing students' commitment.

Operationalization

Students will pay for the deposit once they are admitted into a graduate program. The deposit would go as credit for tuition and will not be refundable and it should be treated as an incidental fee according to *Section 54.504 of the Texas Education Code*.

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for design and construction of The HUB located in the Central District at the University of Houston

DATE PREVIOUSLY SUBMITTED: November 2019, December 2021

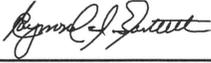
SUMMARY: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for an amount not to exceed \$44 million for The HUB Project located at the University of Houston. The HUB will be built at the existing Satellite Student Center site. The building will include a food hall with several different food concepts, cafe seating, convenience retail areas, and offices space. The project was approved at \$39.9 million in December 2021. Additional funding authority is being requested to support procurement of kitchen equipment.

SUPPORTING DOCUMENTATION: Budget, Schedule, Site and Summary of Contracts

FISCAL NOTE: Not to exceed \$44 million total project cost

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston

 _____		<u>11/21/2022</u>
PRESIDENT	Renu Khator	DATE
 _____		<u>11/4/2022</u>
SENIOR VICE CHANCELLOR	Raymond S. Bartlett	DATE
 _____		<u>11/21/2022</u>
CHANCELLOR	Renu Khator	DATE

**UNIVERSITY OF HOUSTON
THE HUB BUILDING
SUPPORTING DOCUMENTATION**

REVISED PROJECT BUDGET

Construction Cost (including contingencies, FF&E & AV)	\$38,000,000
A/E Fees	\$3,275,000
Professional Service & Testing Fees	\$2,400,000
Miscellaneous	\$325,000
TOTAL PROJECT COST	<u>\$44,000,000</u>

DECEMBER 2021 APPROVED PROJECT BUDGET

Construction Cost (including contingencies, FF&E & AV)	\$34,005,000
A/E Fees	\$3,000,000
Professional Service & Testing Fees	\$2,575,000
Miscellaneous	\$320,000
TOTAL PROJECT COST	<u>\$39,900,000</u>

**UNIVERSITY OF HOUSTON
THE HUB BUILDING
SUPPORTING DOCUMENTATION**

REVISED PROJECT SCHEDULE

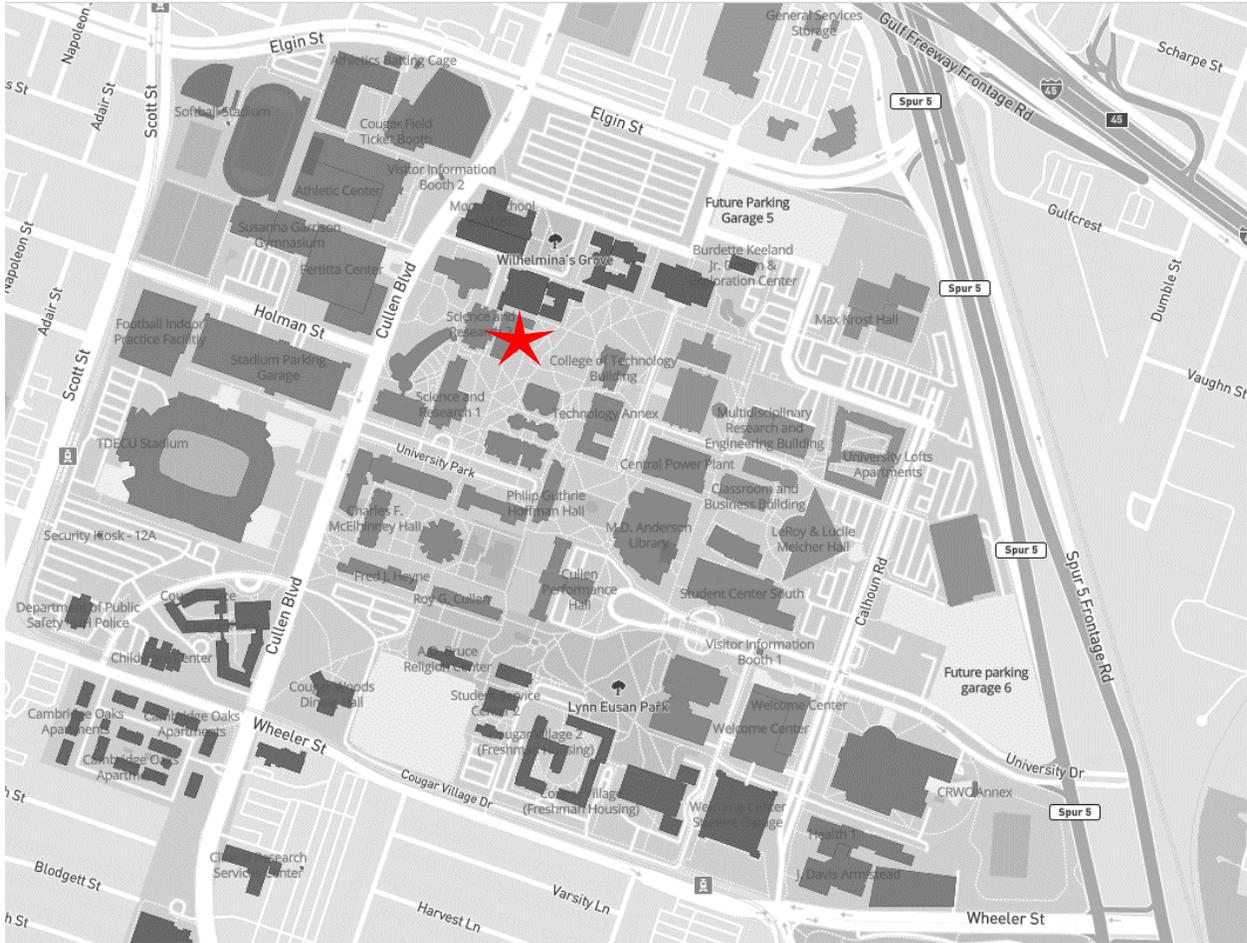
Design Completed	Spring 2022
Construction Started	Summer 2022
Completion	Winter 2023

DECEMBER 2021 APPROVED PROJECT SCHEDULE

Design Completion	Fall 2020
Construction Starts	Summer 2022
Completion	Summer 2023

UNIVERSITY OF HOUSTON
THE HUB BUILDING
SUPPORTING DOCUMENTATION

SITE MAP



University of Houston
 Summary of Construction Contracts Greater than \$1 Million - The Hub
 F&A Committee - November 30, 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH	The Hub Building	Request for Qualifications	Perkins & Will Archite	Design contract. Design services for the new Hub Building at the University of Houston.	\$ 3,275,000	Auxiliary Funds	23.70%	Original BOR approval 11/2019 for \$2,300,000. 12/2021 approval for \$3,000,000.
UH	The Hub Building	Request for Qualifications	Turner Construction	Construction contract. Construction of the New Hub Building at the University of Houston.	\$ 38,000,000	Auxiliary Funds	21.10%	Original BOR approval 11/2019 for \$30,326,000. 12/2021 approval for \$34,005,000.

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and renovation of the Bayou Building located at the University of Houston-Clear Lake

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for renovations and repairs to the Bayou Building located at the University of Houston-Clear Lake campus. The project will provide modernization renovations to instructional and research labs, administrative spaces and student centric spaces within the building. The project will also address deferred maintenance in the building including identified system upgrades and potentially utility and central plant upgrades.

SUPPORTING

DOCUMENTATION: Budget, Project Schedule, Site Map & Contract Approvals

FISCAL NOTE: \$55 million. \$44.9 million CCAP funding authorized by the 87th Legislature, \$10.1 million Institutional Funds.

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

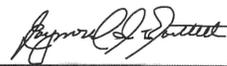
COMPONENT: University of Houston-Clear Lake



PRESIDENT Richard Walker

11/2/2022

DATE



SENIOR VICE CHANCELLOR Raymond S. Bartlett

11/4/2022

DATE



CHANCELLOR Renu Khator

11/21/2022

DATE

**UNIVERSITY OF HOUSTON CLEAR LAKE
RENOVATIONS TO BAYOU BUILDING
SUPPORTING DOCUMENTATION**

PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$46,265,000
A/E Fees	\$4,600,000
Professional Service & Testing Fees	\$2,825,000
Miscellaneous	\$310,000
Furniture	\$1,000,000
TOTAL PROJECT COST	<u>\$55,000,000</u>

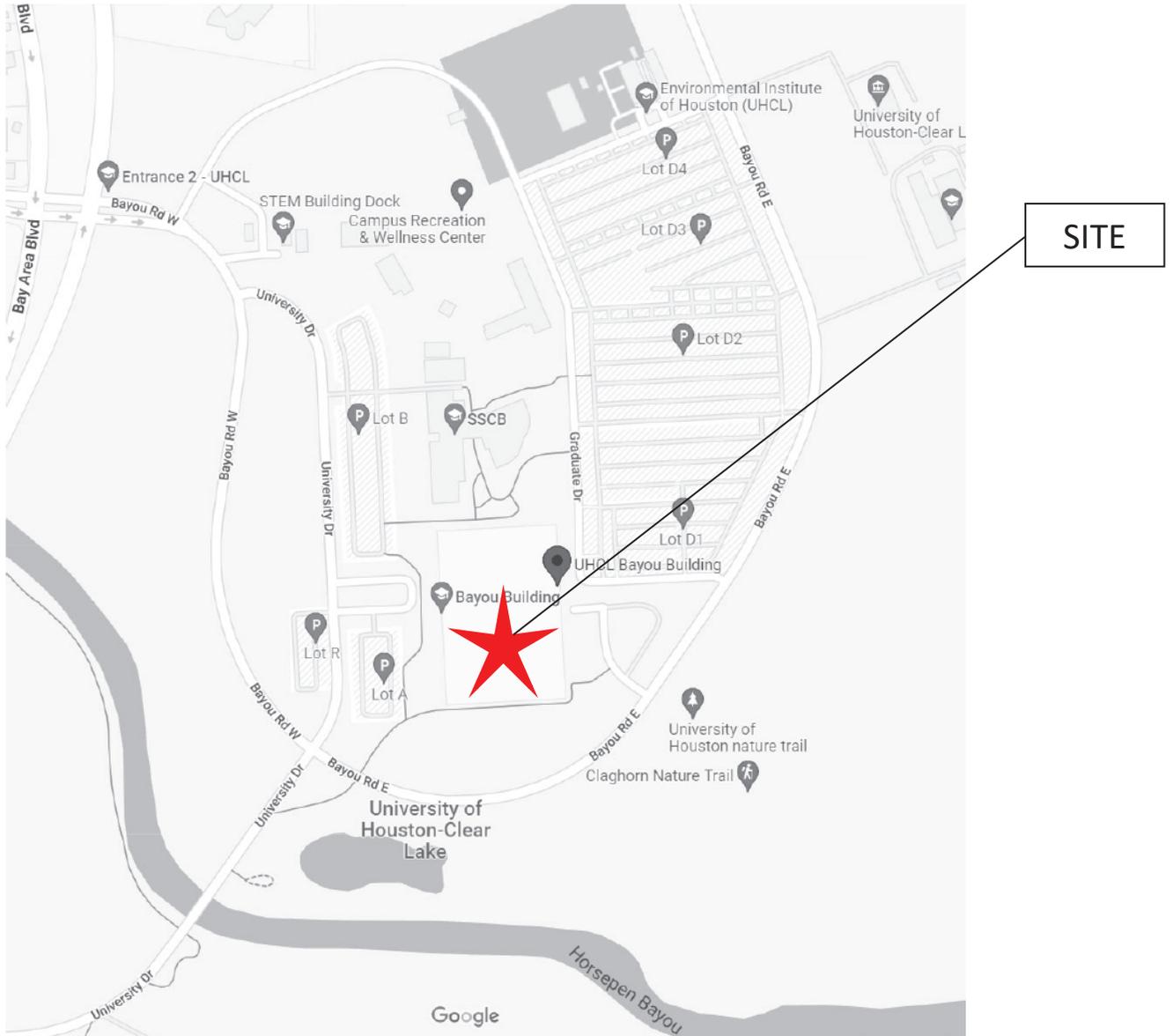
PROJECT SCHEDULE

BOR Review and Approval	December 2022
Design Completion	Spring 2024
Construction Starts	Summer 2024
Completion	Summer 2026*

*schedule based on a phased plan that will be established during the design phase.

**UNIVERSITY OF HOUSTON CLEAR LAKE
RENOVATIONS TO BAYOU BUILDING
SUPPORTING DOCUMENTATION**

SITE MAP



University of Houston-Clear Lake
 Summary of Construction Contracts Greater than \$1 Million - Bayou Building Renovations
 F&A Committee - November 30, 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UHCL	Bayou Bldg Renovations	Request for Qualifications	TBD	Design contract. Design services for the renovations at the Bayou Building located at the University of Houston-Clear Lake.	\$ 4,600,000	CCAP Funds	23.70%	
UHCL	Bayou Bldg Renovations	Request for Qualifications	TBD	Construction contract. Renovations at the Bayou Building located at the University of Houston-Clear Lake.	\$ 46,265,000	CCAP Funds	21.10%	

UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and expansion/renovation of the Welcome Center Building and One Main Building located at the University of Houston-Downtown.

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the Welcome Center Building renovation and expansion project that will support student success by locating student programs and services together within the Welcome Center Building. The project also includes interior renovations in the One Main Building that align with the strategic mission of the University of Houston-Downtown.

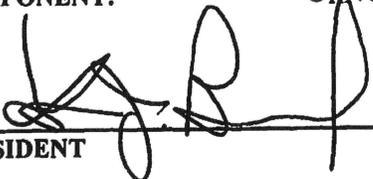
SUPPORTING

DOCUMENTATION: Budget, Project Schedule, Site Map & Contract Approvals

FISCAL NOTE: \$44.9 million CCAP funding authorized by the 87th Legislature.

RECOMMENDATION/
ACTION REQUESTED: Administration recommends approval of this item

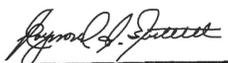
COMPONENT: University of Houston-Downtown



PRESIDENT Loren Blanchard

11/2/2022

DATE



SENIOR VICE CHANCELLOR Raymond S. Bartlett

11/4/2022

DATE



CHANCELLOR Renu Khator

11/21/2022

DATE

**UNIVERSITY OF HOUSTON DOWNTOWN
WELCOME CENTER BUILDING AND ONE MAIN BUILDING
CONSTRUCTION AND RENOVATION
SUPPORTING DOCUMENTATION**

PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$37,325,000
A/E Fees	\$3,750,000
Professional Service & Testing Fees	\$2,565,000
Miscellaneous	\$260,000
Furniture	\$1,000,000
TOTAL PROJECT COST	<u>\$44,900,000</u>

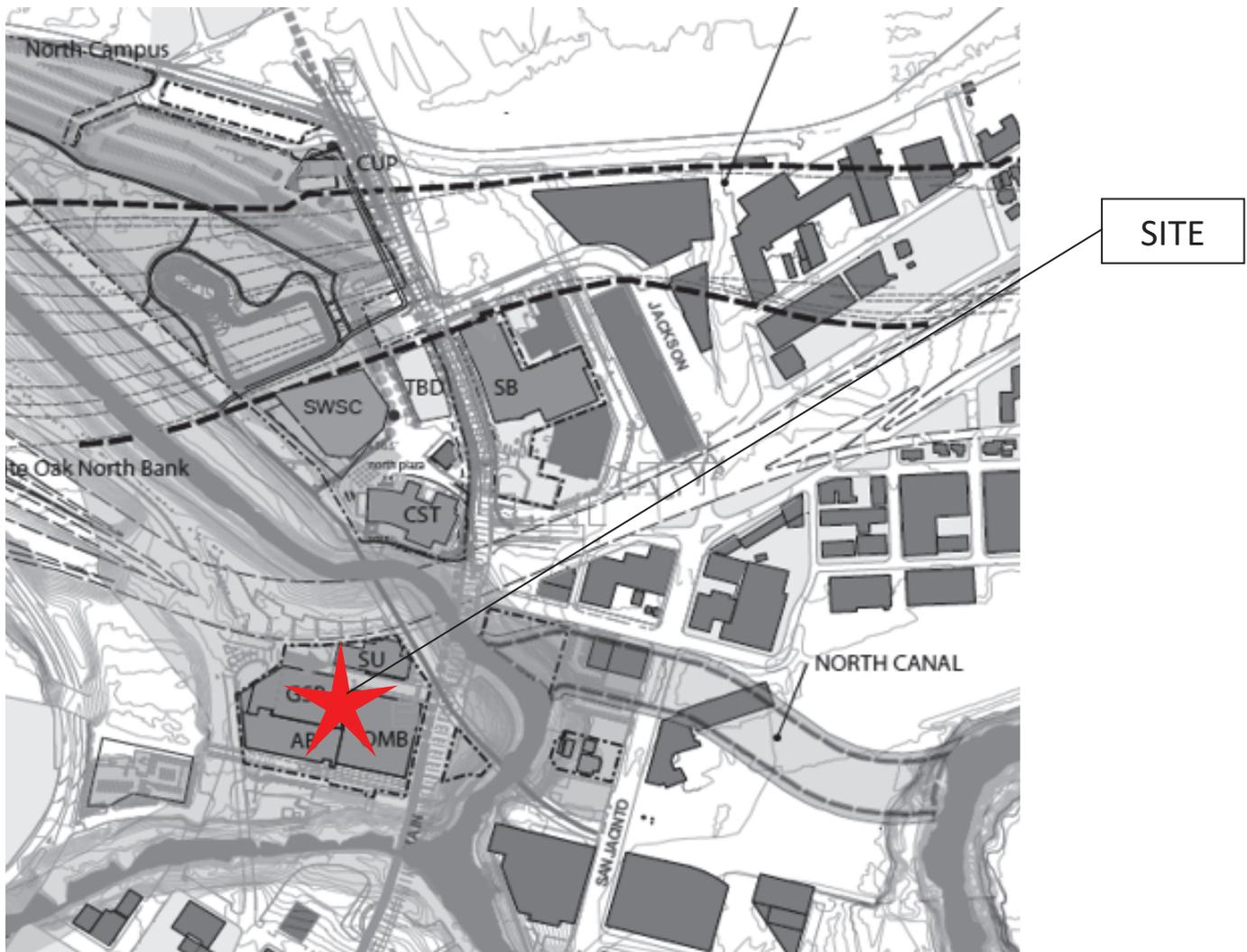
PROJECT SCHEDULE

BOR Review and Approval	December 2022
Design Completion	Spring 2024
Construction Starts	Summer 2024
Completion	Summer 2026*

*schedule based on a phased plan that will be established during the design phase.

UNIVERSITY OF HOUSTON DOWNTOWN
WELCOME CENTER BUILDING AND ONE MAIN BUILDING
CONSTRUCTION AND RENOVATION
SUPPORTING DOCUMENTATION

SITE MAP



University of Houston-Downtown
 Summary of Construction Contracts Greater than \$1 Million - Welcome Center and One Main Building Addition and Renovations
 F&A Committee - November 30, 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UHD	Welcome Center & One Main Building Addition and Renovations	Request for Qualifications	TBD	Design contract. Design services for the new addition and renovations at the Welcome Center and One Main Buildings at the University of Houston-Downtown.	\$ 3,750,000	CCAP Funds	23.70%	
UHD	Welcome Center & One Main Building Addition and Renovations	Request for Qualifications	TBD	Construction contract. Construction of the new addition and renovations at the Welcome Center and One Main Buildings at the University of Houston-Downtown.	\$ 37,325,000	CCAP Funds	21.10%	

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction of the new Innovation Hub Building located at the University of Houston.

DATE PREVIOUSLY SUBMITTED: May 2022

SUMMARY:

Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the new Innovation Hub Building located at the University of Houston campus. The building will be approximately 80,000 GSF and will be located at the existing Technology Annex Building site. The building program will include multidisciplinary maker space, the Cyvia and Melvyn Wolff Center for Entrepreneurship, the Energy Transition Institute, dedicated energy innovation space and may include event, multipurpose, lab, office, and shell space for other University wide innovation initiatives. The project will include site demolition, site enhancements, and utility infrastructure. Additional funding authority is being requested to support current market conditions.

SUPPORTING

DOCUMENTATION: Budget, Project Schedule, Site Map & Contract Approvals

FISCAL NOTE: \$72.4 million total project cost. \$52.4 million CCAP funding authorized by the 87th Legislature, \$20 million institutional funds.

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston

Renu Khator

PRESIDENT Renu Khator

11/21/2022

DATE

Raymond S. Bartlett

SENIOR VICE CHANCELLOR Raymond S. Bartlett

11/11/2022

DATE

Renu Khator

CHANCELLOR Renu Khator

11/21/2022

DATE

**UNIVERSITY OF HOUSTON
INNOVATION HUB BUILDING
SUPPORTING DOCUMENTATION**

REVISED PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$57,970,000
Central Plant Infrastructure Upgrades (to support new facility)	\$2,250,000
A/E Fees	\$5,810,000
Professional Service & Testing Fees	\$3,905,000
Miscellaneous	\$665,000
Furniture	\$1,800,000
TOTAL PROJECT COST	<u>\$72,400,000</u>

ORIGINAL APPROVED PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$40,995,500
Central Plant Infrastructure Upgrades (to support new facility)	\$2,250,000
A/E Fees	\$4,100,000
Professional Service & Testing Fees	\$2,939,500
Miscellaneous	\$515,000
Furniture	\$1,600,000
TOTAL PROJECT COST	<u>\$52,400,000</u>

**UNIVERSITY OF HOUSTON
INNOVATION HUB BUILDING
SUPPORTING DOCUMENTATION**

REVISED PROJECT SCHEDULE

BOR Review and Approval	May 2022, Dec 2022
Design Completion	Spring 2024
Construction Starts	Spring 2025
Completion	Winter 2026

ORIGINAL APPROVED PROJECT SCHEDULE

BOR Review and Approval	May 2022
Design Completion	Fall 2023
Construction Starts	Winter 2023
Completion	Winter 2025

UNIVERSITY OF HOUSTON
INNOVATION HUB BUILDING
SUPPORTING DOCUMENTATION

SITE MAP



SITE

University of Houston System
 Summary of Construction Contracts Greater than \$1 Million
 F&A Committee - November 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH	Innovation Hub	RFQ	TBD	Construction contract. Construction contract for the construction for the Innovation Hub located at the University of Houston.	\$ 57,970,000	Capital Construction Assistance, Institutional Funds	21.10%	Original approval 5/2022 for \$40,995,000.
UH	Innovation Hub	RFQ	TBD	Design contract. Design contract for design services for the Innovation Hub located at the University of Houston.	\$ 5,810,000	Capital Construction Assistance, Institutional Funds	23.70%	Original approval 5/2022 for \$4,100,000.
UH	Innovation Hub	ITB	TBD	Furnishings Contract. Purchase and installation of the furnishings for the Innovation Hub located at the University of Houston.	\$ 1,800,000	Capital Construction Assistance, Institutional Funds	21.10%	Original approval 5/2022 for \$1,600,000.

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction of the new Academic Building 2 at the University of Houston at Sugar Land location

DATE PREVIOUSLY SUBMITTED: December 2021

SUMMARY:

Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the new Sugarland Academic Building 2 located on the University of Houston at Sugar Land location. The building will be approximately 72,000 GSF to support the complete relocation of the College of Technology to the University of Houston at Sugar Land location. The building program will include classrooms, research facilities, innovation space, administrative space, and other space types required to support the College of Technology. The project may include parking and building amenities if required. Additional funding authority is being requested to support current market conditions.

SUPPORTING

DOCUMENTATION: Budget, Project Schedule and Site Map

FISCAL NOTE: \$66 million Total Project Cost. \$52.4 million financed with Capital Construction Assistance Project Funding authorized by the 87th Legislature, \$12.6 million institutional funds and \$1 million of auxiliary funding.

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston



PRESIDENT Renu Khator



DATE



SENIOR VICE CHANCELLOR Raymond S. Bartlett



DATE



CHANCELLOR Renu Khator



DATE

**UNIVERSITY OF HOUSTON
SUGAR LAND ACADEMIC BUILDING 2
SUPPORTING DOCUMENTATION**

REVISED PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$ 55,800,000
A/E Fees	\$ 4,600,000
Professional Service & Testing Fees	\$ 2,900,000
Miscellaneous	\$ 700,000
Furniture	\$ 2,000,000
TOTAL PROJECT COST	<u>\$66,000,000</u>

ORIGINAL APPROVED PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$ 44,100,000
A/E Fees	\$ 4,400,000
Professional Service & Testing Fees	\$ 2,730,000
Miscellaneous	\$ 570,000
Furniture	\$ 1,600,000
TOTAL PROJECT COST	<u>\$53,400,000</u>

**UNIVERSITY OF HOUSTON
SUGAR LAND ACADEMIC BUILDING 2
SUPPORTING DOCUMENTATION**

REVISED PROJECT SCHEDULE

BOR Review and Approval	December 2022
Design Completion	Summer 2023
Construction Starts	Summer 2023
Completion	Spring 2025

ORIGINAL APPROVED PROPOSED PROJECT SCHEDULE

BOR Review and Approval	December 2021
Design Completion	Spring 2023
Construction Starts	Summer 2023
Completion	Spring 2025

**UNIVERSITY OF HOUSTON
SUGAR LAND ACADEMIC BUILDING 2
SUPPORTING DOCUMENTATION**

SITE MAP

Master Plan Map (red = existing buildings; white = future buildings)



SITE

University of Houston System
 Summary of Construction Contracts Greater than \$1 Million
 F&A Committee November 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH @ Sugar Land	Academic Building 2	RFQ	TBD	Construction contract. Construction contract for the construction of the Academic Building 2 located at the University of Houston Sugar Land .	\$ 55,800,000	Capital Construction Assistance, Institutional Funds	21.10%	Original approval 12/2021 for \$44,100,000.
UH @ Sugar Land	Academic Building 2	RFQ	Smith Group	Design contract. Design contract for design services for the Academic Building 2 located at the University of Houston Sugar Land.	\$ 4,600,000	Capital Construction Assistance, Institutional Funds	23.70%	Original approval 12/2021 for \$4,400,000.
UH @ Sugar Land	Academic Building 2	ITB	TBD	Furnishings Contract. Purchase and installation of the furnishings for the Academic Building 2 located at the University of Houston Sugar Land.	\$ 1,600,000	Capital Construction Assistance, Institutional Funds	21.10%	

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the design and construction of the renovations to the Texas Medical Center Building located at the University of Houston Texas Medical Center Building

DATE PREVIOUSLY SUBMITTED:

SUMMARY:

Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts for the renovations to the Texas Medical Center Building located on the University of Houston Texas Medical Center location. The project will renovate the existing 50,000 GSF building to serve as the Population Health Complex. The Population Health Complex will serve as an educational hub and play an integral role in creating a cohesive campus for education and research at the University of Houston. This building will serve as the new home for the Population Health Initiative and serve as a wellness hub for students, faculty, and community, and provided dedicated space for future UH Healthcare Innovation Institute/Clinical Translations Science Award programs. Building spaces will include workplace components and amenity spaces for students, faculty, and visitors.

SUPPORTING

DOCUMENTATION: Budget, Project Schedule and Site Map

FISCAL NOTE: \$30.5 million HEAF and institutional funds

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston

 _____		<u>11/21/2022</u>
PRESIDENT	Renu Khator	DATE
 _____		<u>11/11/2022</u>
SENIOR VICE CHANCELLOR	Raymond S. Bartlett	DATE
 _____		<u>11/21/2022</u>
CHANCELLOR	Renu Khator	DATE

**UNIVERSITY OF HOUSTON
TMC BUILDING
SUPPORTING DOCUMENTATION**

PROJECT BUDGET

Construction Cost (including contingencies & AV)	\$25,731,000
A/E Fees	\$2,135,000
Professional Service & Testing Fees	\$1,314,500
Miscellaneous	\$119,500
Furniture	\$1,200,000
TOTAL PROJECT COST	<u>\$30,500,000</u>

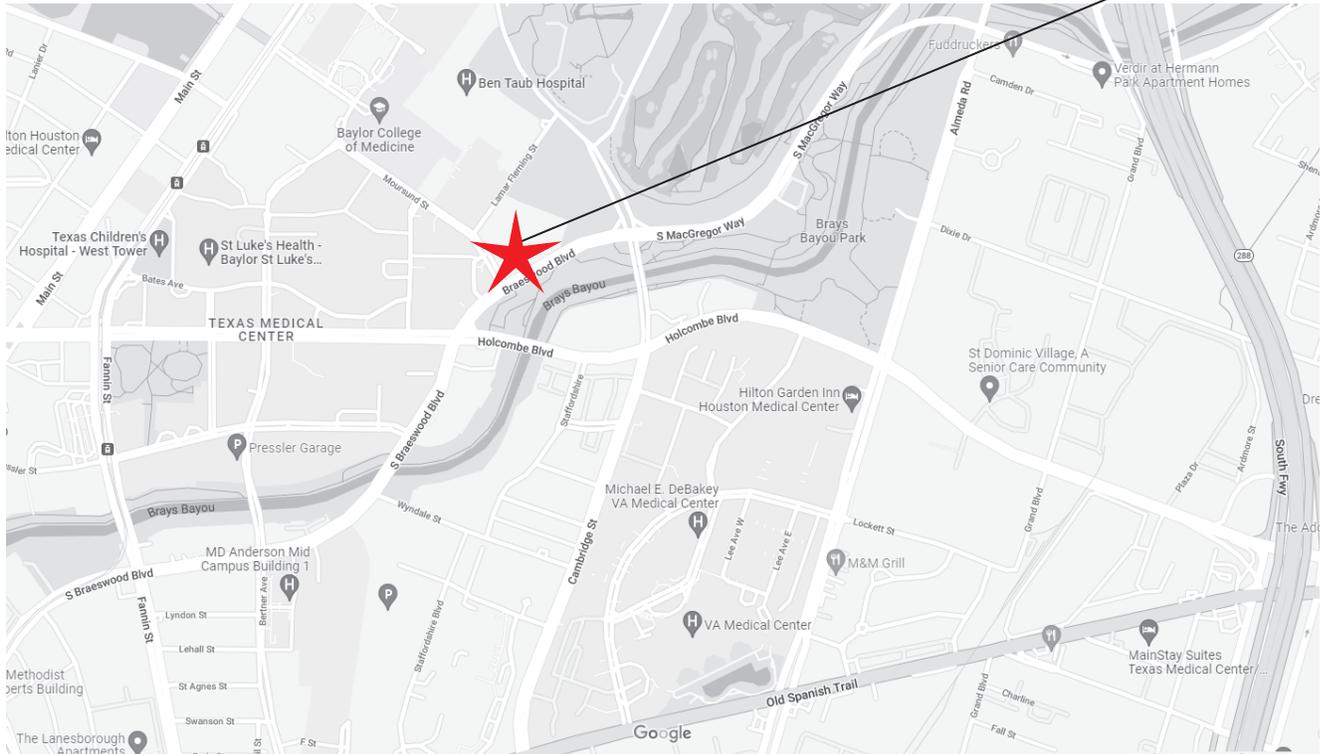
PROJECT SCHEDULE

BOR Review and Approval	Winter 2022
Design Completion	Fall 2023
Construction Starts	Spring 2024
Completion	Summer 2025

**UNIVERSITY OF HOUSTON
TMC BUILDING
SUPPORTING DOCUMENTATION**

SITE MAP

SITE



University of Houston System
 Summary of Construction Contracts Greater than \$1 Million
 F&A Committee November 2022

Component	Project	Procurement Method	Vendor	Purpose	Amount	Funding Source	HUB Goal	Comments
UH	TMC Building	RFQ	TBD	Construction contract. Construction contract for the renovation of the TMC Building located in the Texas Medical Center.	\$ 25,731,000	Institutional, HEAF Funds	21.10%	
UH	TMC Building	RFQ	EYP, A Page Company	Design contract. Design contract for design services for the TMC Building located in the Texas Medical Center.	\$ 2,135,000	Institutional, HEAF Funds	23.70%	Original approval for feasibility study on 08/2019 for \$2 million.
UH	TMC Building	ITB	TBD	Furnishings Contract. Purchase and installation of the furnishings for the TMC Building located in the Texas Medical Center.	\$ 1,200,000	Institutional, HEAF Funds	21.10%	

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Approval is requested for the annual review of the University of Houston System Board of Regents Finance and Administration Committee Charter

DATE PREVIOUSLY SUBMITTED: December 2, 2021

SUMMARY:

In accordance with the UH System Board of Regents Bylaws, the Finance and Administration Committee shall review this charter at least once a year. There are no recommended changes to the charter during this review period.

SUPPORTING

DOCUMENTATION: Finance and Administration Committee Charter

FISCAL NOTE: None

**RECOMMENDATION/
ACTION REQUESTED:** Administration recommends approval of this item

COMPONENT: University of Houston System



SENIOR VICE CHANCELLOR

Raymond S. Bartlett



DATE



CHANCELLOR

Renu Khator



DATE

Finance and Administration Committee

Charter: The finance and administration committee has oversight of budget, finance, and business operations policy and performance, including reviewing the Chancellor's recommendations on annual budgets and tuition and fees.

More specifically, the committee shall:

- (a) review and recommend approval of fiscal policies and major financial plans including annual operating budgets;
- (b) review and recommend approval of tuition and fees;
- (c) review and recommend delegation of authority to the Chancellor for banking agreements;
- (d) review major financial and management reports;
- (e) review and recommend delegation of authority to the Chancellor for major financial contracts and expenditures (single procurements greater than \$1 million annually);
- (f) review and recommend delegation of authority to the Chancellor for land acquisition by purchase or gift;
- (g) review and recommend delegation of authority to the Chancellor for new construction or major repair and rehabilitation of building and facilities when the total cost is equal to or greater than the submittal threshold requiring Texas Higher Education Coordinating Board notification; and
- (h) review and recommend approval for bond issuance.

The committee is required to perform a review of the charter annually, as required by Board of Regent Bylaws.

**UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA**

COMMITTEE: Finance and Administration

ITEM: Presentation of the Fiscal Year 2022 University of Houston System Results of Financial Operations

DATE PREVIOUSLY SUBMITTED: N/A

SUMMARY:

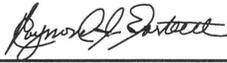
Ms. Usha Mathew, Assistant Vice President for Finance, will present a summary of the Fiscal Year 2022 University of Houston System Results of Financial Operations.

SUPPORTING DOCUMENTATION: Presentation

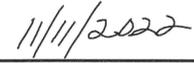
FISCAL NOTE: N/A

**RECOMMENDATION/
ACTION REQUESTED:** Information

COMPONENT: University of Houston System



SENIOR VICE CHANCELLOR Raymond S. Bartlett



DATE



CHANCELLOR Renu Khator



DATE