

## **Capital Project for Planning the New Pamplin College of Business Building**

### **JOINT FINANCE AND RESOURCE MANAGEMENT COMMITTEE AND BUILDINGS AND GROUNDS COMMITTEE**

**February 20, 2022**

The Campus Master Plan and the Six-Year Capital Outlay Plan include a new building for the Pamplin College of Business (College) as part of the Global Business and Analytics Complex (GBAC). The GBAC vision calls for two 350-bed Living-Learning residence halls and two academic buildings. The residence halls are included in the university's plans for the Student Life Village with a future site on the golf course. The academic components of the complex include the Data and Decision Sciences Building and a new building for the Pamplin College of Business. The site for the academic buildings is the northwest corner of campus near Prices Fork Road and West Campus Drive.

The Data and Decision Sciences Building is fully funded by the commonwealth and is currently under construction. The project for the new Pamplin College of Business building is envisioned as an approximately 104,000 gross square foot, four story structure that will connect with the Data and Decision Sciences Building through a common area and provide expanded, modern, educational space sufficient to meet demand for the business programs.

The target total project budget is \$80.8 million, and the funding plan calls for entirely nongeneral fund support. The funding sources include \$40.4 million of private fund raising and \$40.4 million of university nongeneral funds will be allocated by the university in a combination of cash and annual support for debt service. Proceeding with planning for the project is conditioned on private fund commitments reaching a threshold and cash receipts being available and sufficient to support the costs to complete an entire design effort.

The private fund commitments have reached the necessary milestone and cash receipts are available and sufficient to cover the \$8 million costs to complete planning through working drawings. Thus, the university is ready to request a planning authorization and begin design work.

Under the 2006 Management Agreement between the Commonwealth of Virginia and the university, the Board of Visitors has the authority to approve the budget, size, scope, and funding of nongeneral fund capital outlay projects. This request is for an \$8 million planning authorization to complete working drawings for the new Pamplin College of Business Building project. A subsequent request for full funding may be submitted after designs are underway and a firm scope, cost, funding, and schedule for the entire project are determined.

## **RESOLUTION OF A CAPITAL PROJECT FOR PLANNING THE NEW PAMPLIN COLLEGE OF BUSINESS BUILDING**

**WHEREAS**, the Campus Master Plan and the Six-Year Capital Outlay Plan include a new building for the Pamplin College of Business (College) as part of the Global Business and Analytics Complex; and,

**WHEREAS**, the academic component of the complex includes the Data and Decision Sciences Building that is fully funded by the commonwealth and is under construction, and a new building for the College; and,

**WHEREAS**, the project for the College is envisioned as an approximately 104,000 gross square foot, four story building as a companion structure to the Data and Decision Sciences building; and,

**WHEREAS**, the College private fund raising for the project and has received gifts and commitments sufficient to support the \$8 million planning phase of the project; and,

**WHEREAS**, the university is requesting an \$8 million planning authorization to complete working drawings and to fund the planning project with 100 percent nongeneral fund resources derived from private gifts; and,

**WHEREAS**, the university may submit a subsequent request for full project funding after designs are underway and a firm scope, cost, funding plan, and schedule for the entire project are determined; and,

**WHEREAS**, under the 2006 Management Agreement between the Commonwealth of Virginia and the university, the Board of Visitors has authority to approve the budget, size, scope, and funding of nongeneral funded major capital outlay projects.

**NOW, THEREFORE, BE IT RESOLVED**, that the university be authorized to move forward with an \$8 million planning authorization to complete designs through working drawings for the New Pamplin College of Business Building.

### **RECOMMENDATION:**

That the resolution authorizing Virginia Tech to plan the New Pamplin College of Business Building be approved.

April 4, 2022