

• **Finance VT Carilion Research Institute Biosciences Addition - 0815 9(D) Debt Service Authorization**

Project Type: New Construction

Total Project Cost: \$17,765,000

Description

This request is to increase the 9(d) debt authorization to finance the nongeneral fund portion of the VT Carilion Research Institute Biosciences Addition project, project number 208-18269, authorized for construction in Chapter 759, item 1, § 2 and Chapter 836, item C-22.30.

In April 2017 the University requested to expand the scope of the project to 139,300 gross square feet and increase the authorized budget to \$89.9 million; which was approved by the Governor in May 2017. This expanded scope infuses a world class cancer research program and a professional development, training, and education center into the project.

This request would add \$17.765 million of 9(d) debt authorization to the already approved \$23.793 million for a total of \$41.558 million of 9(d) debt.

Justification

The project's total funding plan calls for \$89.865 million, including \$48,307 million of 21st Century VCBA support and \$41,558 million of 9(d) Revenue bonds from the Commonwealth's Pooled Bond program. The State's VCBA program offers the most favorable cost of capital in terms of issuance costs and interest. This proposal is for the remaining \$17.765 million to be added to the previously approved \$23.793 million of VCBA Pooled 9(d) bonds. The \$17.765 million of debt will be repaid with nongeneral fund revenues comprised of a combination of self-generated revenues and private gifts.

Attachments:

Revised CBR Submitted 10.23.2015
VTC-HST Letter to DPB 4.10.2017

Methodology

Alternatives Considered

Funding Request

Year	Phase	Fund Code	Fund Name	General Fund & Tax Sup Debt	Nongeneral Funds	9C Debt	9D Debt
2018	Construction	08150	9(D) Rev Bonds-Construction	\$0	\$0	\$0	\$17,765,000
Totals				\$0	\$0	\$0	\$17,765,000
Total All Funds Requested = \$17,765,000							