

**AGENDA ITEM BRIEFING**

**Submitted by:** Billy Hamilton, Executive Vice Chancellor and Chief Financial Officer  
The Texas A&M University System

**Subject:** Approval to Amend the FY 2016-FY 2020 Texas A&M University System Capital Plan to Add the Penberthy Rec Fields Relocation Project with a Fiscal Year 2016 Start Date and Approval of the Project Scope and Budget, Appropriation for Pre-Construction and Construction Services, and Approval for Construction for the Penberthy Rec Fields Relocation Project, Texas A&M University, College Station, Texas (02-3216)

**Proposed Board Action:**

- (1) Amend the approved FY 2016-FY 2020 Texas A&M University System Capital Plan to add the Penberthy Rec Fields Relocation Project for Texas A&M University (Texas A&M) with an FY 2016 start date and a total planning amount of \$9,967,000.
- (2) Approve the project scope and budget.
- (3) Appropriate \$9,967,000 for pre-construction and construction services and related project costs.
- (4) Approve construction of the Penberthy Rec Fields Relocation Project at Texas A&M with a total project budget of \$9,967,000.

**Funding/Planning Amount:**

<u>Funding Source</u>	<u>Planning Amount</u>	<u>Average Estimated Annual Debt Service</u>	<u>Debt Service Source</u>
Local Funds – Cash (Gifts)	\$9,167,000	N/A	N/A
Revenue Financing System Debt Proceeds	<u>800,000</u>	\$168,120	Transportation Revenue
Total Project Funds	<u>\$9,967,000</u>		

**Project Justification:**

Texas A&M Athletics is planning a new National Collegiate Athletic Association (NCAA) Aggie Softball Stadium and a new NCAA Aggie Track & Field Stadium to be located on land currently used by the Department of Recreational Sports for intramural sports programs as part of the Penberthy Rec Sports Complex. To accommodate this expansion to the athletic facilities,

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Athletics will be providing a new facility for Recreational Sports to match or exceed their existing facilities.

**Scope:**

Texas A&M Athletics proposes to construct a new intramural sports complex for the Department of Recreational Sports at Texas A&M. This complex will need to include at a minimum men's and women's restrooms, storage, event control, sound systems, security, intramural softball fields, flag football fields, and/or multi-use intramural fields. The proposed site is located at the south corner of the intersection of Penberthy Road and George Bush Drive West, just to the southeast of the existing Penberthy Intramural Complex. The site is divided into a north and south portion, subdivided by a tributary stream of White Creek. The proposed complex will have vehicle access via driveways located along both Penberthy Road and George Bush Drive West. A new 120-foot long pedestrian bridge will provide access across White Creek from the south side of the site to the north.

This project will provide new state-of-the-art facilities enabling Recreational Sports to host intramural sports activities and various other unique events for the student body and others.

The current schedule calls for substantial completion of the Penberthy Rec Fields Relocation Project in December 2016. The project budget is \$9,967,000.

**Other Major Fiscal Impacts:**

None.

**THE TEXAS A&M UNIVERSITY SYSTEM**  
**FACILITIES PLANNING AND CONSTRUCTION**  
Office of the Executive Vice Chancellor and Chief Financial Officer  
March 11, 2016

Members, Board of Regents  
The Texas A&M University System

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I recommend adoption of the following minute order:

**“The request to amend the FY 2016-FY 2020 Texas A&M University System Capital Plan to add the Penberthy Rec Fields Relocation Project for Texas A&M University with an FY 2016 start date and a total planning amount of \$9,967,000 is approved.**

**The amount of \$9,167,000 is appropriated from Account No. 02-300090-Stadium Revenue and the amount of \$800,000 is appropriated from Account No. 01-083536–Revenue Financing System Debt Proceeds, for pre-construction and construction services and related project costs.**

**The Board of Regents of The Texas A&M University System (Board) reasonably expects to incur debt in one or more obligations for this project, and all or a portion of the proceeds received from the sale of such obligations is reasonably expected to be used to reimburse the account(s) for amounts previously appropriated and/or expended from such account(s).**

**As required by Section 5(a) of the Master Resolution of the Revenue Financing System, the Board hereby determines that it will have sufficient funds to meet the financial obligations of The Texas A&M University System, including sufficient Pledged Revenues to satisfy the Annual Debt Service Requirements of the Revenue Financing System and to meet all financial obligations of the Board relating to the Revenue Financing System and that**

**the Participants, on whose behalf the debt is issued, possess the financial capacity to satisfy their Direct Obligations.”**

Respectfully submitted,

**[ORIGINAL SIGNED BY]**

Billy Hamilton  
Executive Vice Chancellor and  
Chief Financial Officer

**Approval Recommended:**

**[ORIGINAL SIGNED BY]**

John Sharp  
Chancellor

**Approved for Legal Sufficiency:**

**[ORIGINAL SIGNED BY]**

Ray Bonilla  
General Counsel

**[ORIGINAL SIGNED BY]**

Michael K. Young, President  
Texas A&M University

<b>PENBERTHY REC FIELDS RELOCATION</b>	<b>PROJECT BUDGET</b>
<b>TEXAS A&amp;M UNIVERSITY</b>	
<b>PROJECT NO. 02-3216</b>	

Construction Contract .....	\$9,200,000
A/E Services.....	\$467,000
Campus Services .....	\$50,000
FP&C Project Management Fee .....	<u>\$250,000</u>
TOTAL ESTIMATED COST OF PROJECT.....	<u>\$9,967,000</u>

1. Texas A&M Complete Construction Documents .....March 31, 2016
2. Advertise for Competitive Sealed Proposals (CSP) .....April 1, 2016
3. Issue A/E Best Value Selection .....April 11, 2016
4. Receive CSPs.....April 15, 2016
5. CSP Evaluation .....April 19, 2016
6. Approval of Ranked Order..... April 22, 2016
7. BOR Approval for Construction.....April 27, 2016
8. Chancellor Approval of A/E Best Value.....April 29, 2016
9. Execute A/E Agreement..... May 2, 2016
10. Execute CSP Agreement..... May 12, 2016
11. Issue Construction Notice to Proceed.....May 13, 2016
12. Construction Substantial Completion .....December 9, 2016
13. Owner Occupancy .....December 16, 2016

**TEXAS A&M UNIVERSITY  
REVENUE FINANCING SYSTEM  
Penberthy Rec Fields Relocation  
Transportation Revenue**

Dates	Outstanding Principal	Principal Amount	Interest Amount	Annual Total	Coverage 1.15x
Commercial Paper	800,000.00				
YEAR 1	645,000.00	155,000.00	8,000.00	163,000.00	187,450.00
YEAR 2	490,000.00	155,000.00	12,900.00	167,900.00	193,085.00
YEAR 3	330,000.00	160,000.00	9,800.00	169,800.00	195,270.00
YEAR 4	165,000.00	165,000.00	6,600.00	171,600.00	197,340.00
YEAR 5	-	165,000.00	3,300.00	168,300.00	193,545.00
		<u>\$ 800,000.00</u>	<u>\$ 40,600.00</u>	<u>\$ 840,600.00</u>	<u>\$ 966,690.00</u>

Short-term rates are assumed to be 1.00% for Year 1 and 2.00% for Years 2-5. Rates are subject to market change.  
Assuming that project will remain in commercial paper until paid off in five years.  
Prepared by the Office of the Treasurer - Treasury Services 2/23/16

**Rates are variable and subject to market change.**



## Penberthy Rec Fields Relocation

Texas A&M University

Project No. 02-3216