

FCR 12

Office of the President
December 10, 2019

Members, Board of Trustees:

APPROVAL OF INTERNAL LOAN FOR DEMOLITION OF KIRWAN-BLANDING RESIDENT HOUSING COMPLEX AND DINING COMMONS

Recommendation: that the Board of Trustees approve an internal loan of \$10,000,000 for demolition of the Kirwan-Blanding Resident Housing Complex and Dining Commons.

Background: At its December, 2017 meeting the Board of Trustees authorized the Executive Vice President for Finance and Administration to proceed with design and demolition of the Kirwan-Blanding Resident Housing Complex and Dining Commons. The Complex was formerly used as undergraduate student housing and dining venue, located at 750-770 Woodland Avenue, Lexington, Kentucky.

The scope of the Project will not exceed \$15,000,000 and will be funded with agency funds through an internal loan of \$10,000,000 to Auxiliary Services and up to \$5,000,000 in private funds. The cost is within the project scope authorized by the 2018 Kentucky General Assembly; Decommission Facilities Pool at \$30,000,000 (Agency and Private Funds). The Debt Committee has reviewed and approved this internal loan request.

Following demolition of the existing structures, the University will undertake a project (proposed and described in FCR 13) to re-shape the site.

Pursuant to the Internal Loan Program Policy, the Board of Trustees must approve internal loans greater than \$1,000,000.

Action taken: Approved Disapproved Other _____