

**ILLINOIS STATE
UNIVERSITY**

**BOARD OF
TRUSTEES**

Resolution No. 2023.10/50
FY2025 Appropriated Budget
Request: Operating and Capital

Resolution

Whereas, Illinois State University is required to submit its appropriated operating budget request and its capital appropriation request to the Illinois Board of Higher Education, and

Whereas, the authority for approval of the appropriated operating budget request and the capital appropriation request resides with the Board of Trustees of Illinois State University:

Therefore, be it resolved that the Board of Trustees approves the FY2025 appropriated operating budget request totaling \$96.2 million and the capital appropriation request totaling \$653.4 million as shown in Table 1 and Table 2, which are attached hereto and incorporated herein.

Board Action on: _____
Motion by: _____
Second by: _____
Vote: Yeas: _____ Nays: _____

Postpone: _____
Amend: _____
Disapprove: _____
Approve: _____

ATTEST: Board Action, October 13, 2023

Secretary / Chairperson

**Board of Trustees
Illinois State University
FY2025 Appropriated Budget Request: Operating and Capital**

Illinois State University’s FY2025 appropriation request supports the University’s strategic plan, *Educate•Connect•Elevate* and will allow the University to increase its contributions toward addressing critical statewide goals for higher education.

State appropriated dollars provide the critical and irreplaceable core of support for delivery of high-quality instructional programs and educational services to students. Maintaining strong and stable funding lessens the reliance on the university income fund, which is realized primarily from student tuition and fee payments; therefore, helping to maintain the affordability of a college degree.

The University continues to implement cost-saving measures to redirect resources to high priority needs. For example, substantial funds are committed to financial aid in order to attract and retain students who have little or no resources to pay college costs. As we await capital and deferred maintenance funding, scarce operating resources have also been redirected to address repair and maintenance of campus facilities. The University maintains pride that its instructional programs continue to be recognized both nationally and internationally for their quality and value.

FY2025 Operating Budget Request

Increases

Consistent with the goals outlined in *Educate•Connect•Elevate*, the University is committed to enhancing salaries in order to improve salary competitiveness and attract and retain exceptional faculty and staff to continue to provide a vibrant learning community for students. Therefore, \$6.4 million is requested for faculty and staff compensation increases, which represents an estimated increase of 3 percent plus adjustments required under contractual agreements.

New support of \$2 million is requested for Illinois State University for additional student financial aid. Strategically using University resources to enhance student accessibility and affordability through financial scholarships supports the core values of Illinois State University outlined in *Educate•Connect•Elevate*. An additional \$1 million each is being requested for key equity, diversity and inclusion initiatives including support of non-traditional students and post-secondary attainment equity, as well as \$1 million dedicated to targeted expansion efforts of high need disciplines within the state of Illinois.

Table 1 below summarizes the University's proposed appropriated operating budget request for FY2025 and a request for distribution from the State College and University Trust Fund. The State College and University Trust fund is revenue from collegiate license plate sales held by the state for distribution to universities through appropriation. These requests represent a responsible and reasonable statement of the University’s highest priorities and goals.

Table 1
Illinois State University FY2025 Appropriation Requests
(in thousands of dollars)

Appropriated Operating Funds Base – FY2024 level	\$ 78,200.0
<u>Increases</u>	
<u>Continued Support</u>	
Faculty & Staff Compensation	6,400.0
Replacement Tuition Revenue for Teacher Special Education Waivers	4,800.0
Inflationary Operating Costs (non-personnel)	1,800.0
<u>New Support</u>	
Student Financial Aid for students with Zero Expected Family Contribution	2,000.0
<u>IBHE Strategic Plan Initiatives</u>	
Non-Traditional Student Initiatives	1,000.0
Post-Secondary Attainment Equity	1,000.0
Target Expansion of High Need Disciplines in Illinois	<u>1,000.0</u>

<u>Total Increase - \$18,000 / 23.0%</u>	<u>18,000.0</u>
FY2025 Appropriated Operating Funds Request	\$ 96,200.0
FY2025 State College and University Trust Fund Request	<u>25.0</u>
Total: FY2025 Appropriation Requests	\$ <u>96,225.0</u>

FY2025 Capital Request

The capital projects for which funding is requested for FY2025 are instrumental in addressing the goals and priorities articulated in the University’s strategic plan, *Educate•Connect•Elevate*, as well as the recommendations in *Master Plan 2010-2030: Looking to the Future*. These projects are important to enhancing a healthy, safe and environmentally sustainable campus and to ensuring the University has the physical infrastructure necessary for excellence in instruction, research and service in the 21st century.

Identifying the projects included in the annual request to the state for capital improvement funding involves an ongoing process of assessing academic and support service capital needs, determining facility use strategies, analyzing facilities’ conditions and opportunities, and evaluating available resources. The major projects included in the FY2025 request and the priority assigned to them are reviewed and approved by the University’s Capital Planning and Budget Team comprised of individuals from each division of the institution, shared governance constituencies, and Intercollegiate Athletics.

Table 2 summarizes the University’s request for state funds for capital improvements in FY2025 totaling \$653.4 million, including \$613.0 million for seven major capital improvement projects and \$40.4 million for capital renewal projects.

Table 2

FY2025 Capital Request

Request for funds for major capital projects, or “Regular” capital, are listed in priority order below:

New STEM/Science Lab Building	\$ 60,000,000
New Engineering Building	137,162,025
New Mennonite College of Nursing Building	82,297,215
Thomas Metcalf School Replacement	78,182,970
DeGarmo Hall Rehabilitation;	52,364,812
University High School Replacement	86,412,690
Williams Hall Renovation	<u>116,588,336</u>
 FY2025 Regular Capital Request	 \$ 613,008,048
 FY2025 Capital Renewal Request	 <u>\$ 40,408,700</u>
 Total FY2025 Capital Request	 <u>\$ 653,416,748</u>

The major capital projects focus on addressing academic programmatic needs and ensuring the University’s facilities promote excellence in instruction, research and service. They involve renovating and upgrading existing academic facilities; addressing life-safety requirements; replacing outdated mechanical, electrical and plumbing systems; and upgrading utility and technology systems. The projects also involve the construction of new facilities for STEM/Sciences, a future Engineering programs, the Mennonite College of Nursing, and the University’s educational teaching laboratory schools. A considerable amount of the University’s accumulated deferred maintenance needs can be addressed through these targeted rehabilitation and renovation projects.

The state’s Capital Renewal Program provides resources for smaller remodeling, restoration, utility and infrastructure projects. Funds from the program are distributed proportionately among state colleges and

universities based upon their square footage maintained by state funds. The University's request for FY2025 reflects the amount appropriated in the *Rebuild Illinois Capital Plan*.

Summary descriptions of each of the requested major capital projects follow.

Partial FSA Replacement/STEM / Science Lab Building **\$60,000,000**

This project is for a New Felmley Science Annex (FSA) STEM/Science Building(SLB) for Illinois State University (ISU). Current space limitations at the University require new construction to provide a home for necessary lecture, lab, research, and collaborative learning spaces for existing and planned growth of ISU STEM programs.

FSA opened for classes in 1963 and is a four-story 80,784 gross square foot STEM facility that houses spaces for Geology/Geography, Health Sciences, Biology, Chemistry, Physics and General Classrooms. FSA has been renovated numerous times during the past 60 years, however not in a planned or comprehensive manner. As a result, changing ISU pedagogical requirements, aging, failed and obsolete infrastructure, and changing codes have resulted in the building not functioning as designed or required. Therefore, FSA is currently performing well below ISU requirements. Subsequently, several ISU biology and chemistry labs in FSA are not fully functional resulting in reduced ISU College of Arts and Sciences (CAS) laboratory teaching capacity.

The FSA Greenhouse opened in 1964. The greenhouse is currently used by the Biological Sciences Department to house and grow various plants that were previously used for multiple teaching pedagogies. ISU determined this greenhouse facility to be an unsafe teaching environment and unsuitable working facility and ISU subsequently terminated teaching activities in this facility. Up until this determination approximately 3,000 ISU students and 500 community visitors used this as a Biological Sciences teaching facility on an annual basis. The ISU CAS Biological Sciences department needs an environment to teach, not grow production plants. Therefore, the FSA Greenhouse needs to be replaced to restore ISU pedagogical functionality. The site of the existing Greenhouse combined with the site of the abandoned facility equipment is prime ISU academic real estate in very close proximity to existing STEM labs in Felmley and the main ISU Quad, therefore representing an ideal location for a new ISU STEM/SLB Greenhouse facility.

ISU has developed a program for the space needs to accommodate this new ISU STEM/SLB Greenhouse facility. However, no consultants have been engaged or project planning has been completed. The planned project scope involves designing and building a new 4 story 44,000 GSF building with a greenhouse and head house at the top of the building. The building will be designed to accommodate up to either 9 STEM/Science Classrooms or Research and Teaching Labs. This project would include a new south building entry and a connector to the existing FSA building. A schedule will be developed after a consultant has been engaged and the space program and building plans have been defined.

The ISU Strategic Plan calls for STEM teaching capacity to be increased and to accommodate planned Menonite College of Nursing (MCN) growth starting in the Fall of 2024 and the introduction and growth of the new ISU Engineering program enrollment starting in the Fall of 2025. In addition, ISU's existing STEM teaching laboratories are currently inadequate, in poor condition, and not functioning up to necessary pedagogical and program requirements.

New Engineering Building **\$137,162,025**

Illinois State University, Illinois' first public university plans to expand its curriculum to address workforce needs in Illinois, the Midwest, and beyond to include bachelor's degree programs in electrical engineering, mechanical engineering and general engineering. The three new majors will build upon a strong foundation of existing programs in engineering technology, construction management, information technology and physics.

Current Illinois State University space limitations at the University require new construction to provide the lecture, lab, research, and collaborative learning spaces for the engineering programs.

The recommended plan was to implement the College facility in two phases. The plan for the first phase is to accommodate up to 520 new engineering students. The recommended location for Phase 1 implementation is the John Green Building and Carter Harris Administration Building located on the north side of Gregory Street. The plan calls for relocating all the current occupants and equipment, vacating the entire building, demolishing all

current interior improvements down to the exterior building shell, constructing a new mezzanine in the high bay warehouse and renovating/outfitting the new 2 story John Green Building for the new College of Engineering program.

Placing the College of Engineering in the John Green Building will require relocation of all the current occupants, equipment and services prior to any work being done for the new College of Engineering. This is the necessary first phase to redevelop the John Green Building for the College of Engineering.

Phase 2 is planned to include design and construction of a new building, to be located adjacent to the John Green Building, that could accommodate up to 1,000 students.

New Mennonite College of Nursing Building **\$82,297,215**

The Mennonite College of Nursing offers undergraduate, graduate and doctoral programs and ranks among the top nursing schools in the country. Mennonite College of Nursing administration and faculty offices are located in Edwards Hall. Courses are held in facilities throughout the campus.

The College has been growing steadily since becoming a part of Illinois State University in July of 1999. The primary mission of the Mennonite College of Nursing is to educate nursing students to serve the citizens of Illinois, the nation, and the global community. The College recognizes the immediate need of providing for inter-disciplinary education for its graduates and to create partnerships in the wellness community to prepare them for the future of health care. The health care profession is a rapidly changing field. Graduates need to be fully trained on what is being used in today's medicine.

The College uses a separate 9,570 gross square foot modular facility that opened in fall 2011 as a nursing simulation laboratory to meet a portion of the clinical laboratory needs of the College. The University has just started to construct a new 16,000 GSF Nursing Simulation Laboratory Building connected to the existing modular building. This new expanded Mennonite Simulation Lab Building will help to meet the immediate facility needs and some of the program enrollment growth plans of the College.

This project addresses the space needs and will provide for the construction of a new home for the Mennonite College of Nursing at Illinois State University. The new facility will be designed to meet current consolidation needs and future growth requirements. This space will include offices for College faculty and staff, meeting rooms, conference rooms, and special teaching laboratories and classrooms to meet specific needs of the nursing program. Preliminary planning suggests that this should provide for the College to grow to 1,000 students. The building will be sited to best address the specific goals and requirements of the program, which not only include instruction but also the clinical health care industry relationships. This project is recommended in the *Master Plan 2010-2030*.

Thomas Metcalf Laboratory School Replacement **\$78,182,970**

The Thomas Metcalf School building, which was constructed in 1955, houses the University's laboratory school for kindergarten through the eighth grade. The facility is outdated and aging. The infrastructure is in extremely poor condition and the Facilities Condition Assessment reported high figures, indicating poor condition, identifying the mechanical, electrical, plumbing, and fire alarm systems. More importantly, the geographic location on the campus is problematic with poor vehicular access to the building and less than adequate outdoor space for the elementary school-aged children. It is critical to construct a larger, modern laboratory school to resolve those inadequacies that now exist and to meet the 21st first century requirements on campus.

DeGarmo Hall Rehabilitation **\$52,364,812**

DeGarmo Hall was an architectural award-winning building in 1972. Fifty-one years later, it is in need of infrastructure updates and program-driven improvements. The "curtain wall" exterior has deteriorated to a point where it is difficult to maintain, and the interior spaces need to be reconfigured to better serve the 21st first century program requirements. The space needs have grown substantially since 1972. Interior spaces no longer meet the needs of current or future programs. Mechanical, electrical, and plumbing improvements also need to be addressed. This project is recommended *Master Plan 2010-2030*.

University High School Replacement**\$86,412,690**

The current University High School building was constructed in 1965 and houses the University’s laboratory school for ninth through twelfth grades. The facility is outdated and aging, and the mechanical, electrical, plumbing, and fire alarm systems are in need of upgrading or replacement. Its geographic location on the campus is problematic with poor vehicular access to the building and less than adequate outdoor space. This project provides for the construction of a larger, modern laboratory school to meet the 21st century requirements on campus. This project is recommended in *Master Plan 2010-2030*.

Williams Hall Renovation**\$116,588,336**

This project will rehabilitate Williams Hall, which was originally built in 1940 as the University Library. The project will restore the quality and integrity of the original University library building. Selective demolition will be completed to allow a program specific addition. The interior of the old library building will be renovated. This project will replace and/or upgrade the building’s mechanical, electrical and plumbing systems. The remodeling will correct code deficiencies, remove asbestos, repair/replace the slate roof, and bring the structure back to its original architectural significance. The building is on a prominent site on the Quadrangle and represents a classic form of collegiate Georgian style architecture. Williams Hall is planned to be used for University academic program space comprised of classroom and office spaces. This project is recommended in the *Master Plan 2010-2030*.

Capital Renewal Projects**\$40,408,700**

This funding request is representative of the amount appropriated to the University beginning in FY2020 as part of the *Rebuild Illinois Capital Plan*.

Resource constraints have prevented the University from routinely remodeling and rehabilitating facilities in accordance with current higher education pedagogical requirements and facility standards. Many ISU academic facilities need an extensive amount of work to replace, upgrade, and/or improve mechanical, electrical, and plumbing systems as well as to address basic facility infrastructure needs such as building envelopes, roofing, flooring, and windows.

The projects identified for Capital Renewal funding address critical facility, mechanical, electrical, plumbing and building envelopes across campus. The projects will enable the University to ensure the structural integrity and operations of facilities and thereby improve pedagogical efficiency, productivity, cost-effectiveness, and accountability by reducing the backlog of deferred maintenance and improving energy conservation, reliability and efficiency.

Illinois State University FY25 Capital Renewal Plan

<u>University Priority</u>	<u>Project Name</u>	<u>State Funding Request</u>
1	West Campus Storm Sewer System Upgrade	\$ 12,000,000
2	Fell Hall Roof & Cornice Replacement	3,500,000
3	Cook Hall Infrastructure Replacements/Repairs	2,000,000
4	Milner Library Elevator Modernization	3,500,000
5	Braden Plumbing System Upgrades	600,000
6	Milner/Braden Generator Replacement	3,200,000
7	Quad Chilled Water Loop Connection Construction	4,300,000
8	Old Union Infrastructure Master Plan Implementation	7,308,700
9	Felmley Hall Steam Conversion Phase 2	3,200,000
10	Braden Concourse Infrastructure Improvements	800,000
Total FY25 Capital Renewal Plan Request		<u>\$ 40,408,700</u>