

Two-Year Projection of Cash Need (CY 2017)

Arapahoe Community College

Wednesday, June 07, 2017

SUGGESTED MOTION:

Recommend cash funds spending authority for the new project listed on the Arapahoe Community College two-year projection of cash need.

New Project List, Requires Approval

Project Name	HPCP Certification	Amount	Fund Source
Castle Rock Collaboration Campus 2018-078	Gold	\$8,200,000	CF

This request replaces a request first heard by the committee in April 2017. It has been revised to reflect a phased approach to project planning, funding, and construction.

The project constructs a new Arapahoe Community College (ACC) campus in Castle Rock, in partnership with Colorado State University, Douglas County School District, and the town of Castle Rock. Specifically, this request purchases 14.8 acres of land and designs the new campus.

In April 2017, ACC initially submitted a request that included the construction of a 54,000-GSF building and 450 parking spots. ACC has since revised the request to seek cash funds spending authority in two phases. This request for \$8.2 million is for land acquisition and schematic design only. If a student fee vote passes in fall 2017, ACC will request additional cash funds spending authority for the construction of the new campus, currently estimated to cost \$26.3 million. If the student fee vote does not pass, ACC will have the option to resell the land to the Castle Rock Development Corporation within four years of the closing date.

The new campus will accommodate 700 to 800 students, primarily from Douglas County. Courses required for degrees in applied science, science, arts, general business, and technology will be offered on the campus. Space will also be provided for academic and business partners in the fields of business, entrepreneurship, information technology, and health. Local employers will provide hands-on equipment, real-life projects, and internships to complement the academic programs. Workforce training for the Castle Rock community will also be offered on the campus.

The source of cash funds for the land acquisition and design is institutional reserves from ACC. The source of cash funds for the future campus construction includes additional institutional reserves (\$4.8 million), contributions from the town of Castle Rock (\$2.0 million), and proceeds from bonds issued by the Colorado Community College System (\$19.5 million to be repaid from existing operating funds currently paid for leased spaced, rental income, and student fee revenue resulting from an increase in ACC's existing bond fee).

Date Authorized Until: *TBD*

Subtotal: New Project List, Requires Approval **\$8,200,000**

Grand Total, All Projects: **\$8,200,000**