

MEMORANDUM

To: Board of Regents
From: Board Office
Subject: Recreation Complex Fundraising Report
Date: July 7, 2000

Recommended Action:

Receive the fundraising report by Superintendent Johnson on the Recreation Center.

Executive Summary:

At the February 2000 meeting, the Board approved the design development drawings and a project budget in the amount of \$8,750,000 for the Recreation Complex, subject to further reports to the Board and Board Office on the status of fundraising and projected cash flows for the project. The approved budget includes \$4,490,000 in private funds.

A bid date of July 27, 2000, has been set for the project. Superintendent Johnson will provide a fundraising report, which shows \$4,473,873 in private contributions, to the Board prior to the receipt of bids.

Background and Analysis:

The approved project budget of \$8,750,000 includes:

Construction Costs	\$7,015,435
Professional Fees	965,466
Movable Equipment	85,000
Project Reserve	<u>684,099</u>
Total	\$8,750,000

A total of \$3,260,000 was appropriated by the 1998 and 1999 General Assemblies to construct the Recreation Complex at the Iowa School for the Deaf. In addition to the state appropriations, the approved project budget includes

\$4,490,000 in private contributions, \$500,000 in building repair and endowment funds, and \$500,000 in Nebraska capital funds.

In a written summary filed with the Board Office, Dr. Johnson reports that as of July 1, 2000:

Private contributions total \$4,473,873. Of this amount, the sum of \$418,112 is scheduled to be collected over the next 18 months. One of the large grants (\$250,000) will not be paid until the facility is complete. Many of the other grant awards will be paid on a pro rata basis throughout the construction period.

Specific components of the private contributions include:

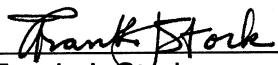
ISD Staff Campaign (77% participation)	\$28,808
School / Civic Groups	30,442
ISD Alumni / Friends Campaign	32,223
Confirmed Personal Gifts and Pledges	24,900
Approved Grant Applications	4,205,500
Confirmed Business Gifts & Pledges	<u>152,000</u>
Total	\$4,473,873

Pending corporate requests and grant applications total \$150,000 from nine prospects. Many of the granting agencies and corporations are scheduled to make decisions on the requests during the third quarter of 2000.

Under Board procedures, the contract for the project will be awarded by the Executive Director based upon the recommendation of School personnel and Iowa State University personnel, who will continue to be responsible for contract administration. Board Office staff will review closely the recommendation for award in light of projected cash flows, and will continue to work with the staffs of the School and Iowa State University to ensure a successful project within the Board approved budget.



Joan Racki

Approved: 

Frank J. Stork