

UNIVERSITY OF MINNESOTA

BOARD OF REGENTS

Thursday, March 11, 2010

1:30 - 2:30 p.m.

600 McNamara Alumni Center, Boardroom

Board Members

Clyde Allen, Chair
Linda Cohen, Vice Chair
Anthony Baraga
Richard Beeson
Dallas Bohnsack
John Frobenius
Venora Hung
Steven Hunter
Dean Johnson
David Larson
Maureen Ramirez
Patricia Simmons

AGENDA

1. Strategic Plan for & Financial Implication of Biomedical Science Research Facilities - R. Bruininks/F. Cerra/R. Pfitzenreuter (pp. 2-3)



**UNIVERSITY OF MINNESOTA
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March 11, 2010

Agenda Item: Strategic Plan for and Financial Implication of Biomedical Science Research Facilities

review review/action action discussion

Presenters: Senior Vice President Frank Cerra
Vice President/CFO Richard Pfitzenreuter

Purpose:

policy background/context oversight strategic positioning

As part of the Omnibus Capital Appropriations bill the 2008 Minnesota Legislature enacted as part of the Omnibus Capital Appropriations bill legislation to "provide for a biomedical science research funding program to further the investment in biomedical science research facilities in Minnesota to benefit the state's economy, advance the biomedical technology industry, benefit human health, and facilitate research collaboration between the University of Minnesota and other private and public institutions in this state."

The Biomedical Research Facilities Program will allow the University to bond for \$292 million —split 75% from the State of Minnesota and 25% from the University—to finance new research facilities on the Twin Cities campus.

Outline of Key Points/Policy Issues:

This presentation will address policy issues related to the implementation of the Biomedical Facilities Program. The presentation will focus on:

- Program goals
- Updated facility plan
- Updated program planning assumptions
- Comprehensive financial model
- Financial model funding strategies

Background Information:

The Board of Regents had a presentation in July 2009 regarding implementation strategies for the University of Minnesota's Biomedical Research Facilities Program which was authorized by the 2008 session of the Minnesota legislature. On the same date, the Board also discussed the specific requirements and broad strategies regarding debt financing of the biomedical facilities authorized by the 2008 legislature.

In March 2009 the Board of Regents had a presentation on the Twin Cities Campus Master Plan which provides overall principles to guide development of the East Gateway District of the campus and the biomedical research facilities to be developed within it.

In March 2009 the Board also approved the Schematic Design for an expansion to the Center for Magnetic Resonance Research (CMRR) the first building in the Biomedical Research Facilities Program approved by the 2008 Legislature. The CMRR Expansion was approved in the 2009 Annual Capital Improvements Budget.

In December 2009 the Board of Regents received a comprehensive update on the physical and programmatic frameworks for the Biomedical Facilities Program.

The Board of Regents is reviewing the capital budget amendment for the Biomedical Facilities Program—Phase II Design and Infrastructure work this month.