

February 25, 2011

MEMORANDUM

TO: The Finance Committee:

Helen E. Dragas, Chair	Sheila C. Johnson
A. Macdonald Caputo	Mark J. Kington
Hunter E. Craig	Randal J. Kirk
The Honorable Alan A. Diamonstein	Vincent J. Mastracco Jr.
Marvin W. Gilliam Jr.	John O. Wynne, Ex Officio
Daniel M. Meyers, Consulting Member	

and

The Buildings and Grounds Committee:

The Honorable Lewis F. Payne, Chair	Helen E. Dragas
Stewart H. Ackerly	W. Heywood Fralin
Hunter E. Craig	Robert D. Hardie
The Honorable Alan A. Diamonstein	Mark J. Kington
Susan Y. Dorsey	John O. Wynne, Ex Officio
Bradley H. Gunter, Consulting Member	

and

The Remaining Members of the Board:

Glynn D. Key  
Austin Ligon

FROM: Susan G. Harris

SUBJECT: Minutes of the Joint Meeting of the Finance Committee and the Buildings and Grounds Committee on February 25, 2011

The Buildings and Grounds Committee and the Finance Committee of the Board of Visitors of the University of Virginia met, in a joint Open Session, at 10:35 a.m., on Friday, February 25, 2011, in the Board Room of the Rotunda; The Honorable Lewis F. Payne, Chair of the Buildings and Grounds Committee, presided.

Stewart H. Ackerly, A. Macdonald Caputo, Hunter E. Craig, The Honorable Alan A. Diamonstein, Ms. Susan Y. Dorsey, Ms. Helen E. Dragas, W. Heywood Fralin, Marvin W. Gilliam Jr., Robert D. Hardie,

Mark J. Kington, Vincent J. Mastracco Jr., and John O. Wynne, Rector, were present.

Also present were Ms. Glynn D. Key, and Austin Ligon.

Present as well were Ms. Teresa A. Sullivan, Leonard W. Sandridge, Ms. Susan G. Harris, Paul J. Forch, Arthur Garson Jr., M.D., Ms. Susan A. Carkeek, James L. Hilton, R. Edward Howell, Ms. Patricia M. Lampkin, Marcus L. Martin, M.D., David J. Prior, Ms. Yoke San L. Reynolds, Ms. Colette Sheehy, Robert D. Sweeney, and Ms. Jeanne Flippo Bailes.

Jonathan B. Overdevest, the student member-elect of the Board of Visitors; Bradley H. Gunter, the consulting member of the Buildings and Grounds Committee; and Daniel M. Meyers, consulting member of the Finance Committee, were present as well.

The Chair opened the meeting by asking Mr. Sandridge to begin. Mr. Sandridge introduced Ms. Sheehy, the Vice President for Management and Budget, to report on the University updates to the Major Capital Projects Program (Capital Plan). Ms. Sheehy reviewed the current plan and the proposed plan. The Board has a policy around capital planning, and in April the Finance Committee will be asked to approve the financial plan, and the Buildings and Grounds Committee will be asked to approve the entire plan.

The University will finish 14 building projects by the end of the calendar year. Ten more will finish by the end of 2013. The program for the first two years totals \$514 million among all divisions, which is substantially reduced from previously. Many of the projects are carried over from the existing plan.

The long term plan in total is \$1.5 billion over ten years. The Medical Center did not put any projects in the latter eight years. State funds are associated with 73% of the projects. Private funding is projected at \$125 million, which may be a stretch goal. The debt assessment shows that this plan will not impact debt ratios negatively.

Ms. Sheehy said that for every new building there are operations and maintenance costs. For several projects, fundraising includes these costs.

Joint Meeting of the  
Buildings and Grounds Committee  
and the Finance Committee

February 25, 2011

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The Chair adjourned the Committee meeting at 10:55 a.m.

SGH:lah

These minutes have been posted to the University of Virginia's Board of  
Visitors website.

<http://www.virginia.edu/bov/buildingsgroundsminutes.html> and

<http://www.virginia.edu/bov/financeminutes.html>