

## 2017-18 Year-End Operating Fund Reserves

Date: 8/22/18

Reserve Funds	Target %	~ Target (\$M)	Current %	Current (\$M)	% of Target
Operating Reserve	10% of Budget	\$14.1	4.5%	\$6.3	45%
Maintenance Reserve	.5% of CRV*	\$4.4		\$2.0	45%
	10% of CP**	\$1.7		\$0.4	24%
Capital Reserve	10% of CP**	\$9.1		\$2.8	31%
	.5% of CRV*	\$4.4		\$0.0	0%
<b>Total Reserves</b>		<b>\$33.7</b>		<b>\$11.5</b>	<b>34%</b>

\*CRV = Current Replacement Value - HSU's CRV is \$880m based on recently completed facility condition audits

\*\*CP = CSU Five-Year Capital Plan - HSU's total projects in 2018-19 plan: Capital = \$91m, Maintenance = \$17m

Note: HSU now has expected campus contributions for Maintenance projects too

2017-18 Reserves Activity	Operating	Maintenance	Capital	Total
2017-18 Beginning Balance	6,300,000	2,005,253	506,598	8,811,851
2016-17 Year-End Roll Forward Allocation			494,322	494,322
Balances as of 1/1/18	6,300,000	2,005,253	1,000,920	9,306,173
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2017-18 Interest Earnings		12,647	15,269	27,916
2017-18 HM525 Investment Earnings Allocation			400,000	400,000
Preliminary Balances as of 6/30/18	6,300,000	2,017,900	1,416,189	9,734,089
2017-18 Year-End Roll Forward Allocations*		396,600	1,364,811	1,761,411
<b>2017-18 Year-End Balances</b>	<b>6,300,000</b>	<b>2,414,500</b>	<b>2,781,000</b>	<b>11,495,500</b>

\*Allocations based on achieving 50% set aside of needed campus reserves for capital and maintenance projects through 2020-21 in Five-Year Cap Plan

Reserve Planning Detail	Operating	Maintenance	Capital	Total
Baseline Reserve	6,300,000	2,000,000		8,300,000
50% of Cap Plan Campus Investment through 2020-21*		414,500	2,781,000	3,195,500

## 2018-19 Five-Year Capital Plan - Estimated Campus Contributions

Note: Reserve policy targets are based on 10% of total project cost, current campus contributions identified in Capital Plan are less than 10%

	2018-19*	2019-20*	2020-21*	2021-22	2022-23	Five-Year Total
<b>Deferred Maintenance Projects (DM)</b>						
Fire Alarm System Replacement, PH. 3	46,000					
Gist Hall Renovation		141,000				
Science D Renovation		242,000				
Infrastructure Improvements		200,000	200,000	200,000	200,000	
<b>Total Annual Campus DM Investment</b>	<b>46,000</b>	<b>583,000</b>	<b>200,000</b>	<b>200,000</b>	<b>200,000</b>	<b>1,229,000</b>

### Capital Projects (CIP)

Science and Laboratory Replacement Building		4,064,000				
Art Renovation and Addition			1,498,000			
<b>Total Annual Campus CIP Investment</b>	<b>-</b>	<b>4,064,000</b>	<b>1,498,000</b>	<b>-</b>	<b>-</b>	<b>5,562,000</b>