



EXECUTIVE VICE PRESIDENT—  
CHIEF FINANCIAL OFFICER

OFFICE OF THE PRESIDENT  
1111 Franklin Street, 6<sup>th</sup> Floor  
Oakland, California 94607-5200  
Phone 510/987-9029

September 1, 2015

The Honorable Mark Leno  
Chair, Joint Legislative Budget Committee  
State Capitol, Room 5100  
Sacramento, CA 95814

Mr. Michael Cohen  
Director of Finance  
State Capitol, Room 1145  
Sacramento, CA 95814

Dear Mark and Michael:

In accordance with Sections 92492, *et seq.* of the Education Code, the University is submitting for your review and approval one (1) capital outlay project to be funded in the 2016-17 fiscal year. A complete Capital Outlay Budget Change Proposal Report is included for the *Merced State 2020 Project*. The State project totals \$527.3 million, to be funded by \$400 million in State funds and \$127.3 million in non-State resources.

The *Merced State 2020 Project* is part of the larger 917,000 Assignable Square Feet (ASF) comprehensive *Merced 2020 Project* that will provide new academic, research, residential, support, and infrastructure facilities in an adaptable, multi-building, joint-use environment. The *Merced 2020 Project* is intended to accommodate enrollment growth from the current 6,200 students to 10,000 students by the year 2020.

**Merced – Preliminary Plans, Working Drawings, Construction, and Equipment – State 2020 Project - \$400 million.**

The *Merced State 2020 Project* includes approximately 414,400 ASF, consisting of the following: instructional, research, and academic office Space (372,600 ASF); Enrollment Center (22,800 ASF); and campus operations (19,000 ASF). The project also includes infrastructure proportionate to the State eligible space.

The campus is proposing to provide the crucially needed facilities and infrastructure in an expeditious manner. The *Merced 2020 Project*, including the *State Merced 2020 Project*, would be delivered as a comprehensive development effort that includes design, construction, financing, operation, and maintenance, via the procurement model referred to as a Design-Build-Finance-Operate-Maintain (“DBFOM”).

Your consideration and support of the University’s 2016-17 Capital Outlay Proposal is appreciated and I look forward to discussing this proposal with you. Please let me know if you have any questions.

Sincerely,

A handwritten signature in blue ink that reads "Nathan Brostrom".

Nathan Brostrom  
Executive Vice President – Chief Financial Officer

Attachment

cc: President Napolitano (*electronic attachment only*)  
Deputy Chief of Staff Jones (*electronic attachment only*)  
Associate Vice President Kim (*folder and electronic attachment*)  
Associate Vice President Wylie (*folder and electronic attachment*)  
Associate Vice President Obley (*electronic attachment only*)  
Associate Vice President Juarez (*folder and electronic attachment only*)  
Executive Advisor Sato (*folder and electronic attachment*)  
Director Santa Cruz (*folder and electronic attachment*)  
Director Yin (*folder and electronic attachment*)  
Manager Kennedy (*folder and electronic attachment*)  
Budget Analyst Olmos (*electronic attachment only*)  
Ms. Karen Finn, Department of Finance (*electronic attachment only*)  
Ms. Sally Lukenbill, Department of Finance (*folder and electronic attachment*)  
Ms. Raghda Nassar, Department of Finance (*folder and electronic attachment*)  
Mr. Christian Osmena, Department of Finance (*electronic attachment only*)  
Mr. Jason Constantouros, Legislative Analyst's Office (*folder and electronic attachment*)  
Ms. Peggy Collins, Joint Legislative Budget Committee (*folder and electronic attachment*)  
Ms. Anita Lee, Senate Budget and Fiscal Review Committee (*folder and electronic attachment*)  
Mr. Seren Taylor, Senate Republican Fiscal Office (*folder and electronic attachment*)  
Mr. Mark Martin, Assembly Budget Committee (*folder and electronic attachment*)  
Ms. Amy Rutschow, Assembly Republican Fiscal Office (*folder and electronic attachment*)