



September 16, 2022

Deborah K. Romero, Cabinet Secretary
New Mexico Department of Finance and Administration
407 Galisteo Street, Room 108
Santa Fe, NM 87501

Subject: Capital Outlay Funding Recommendations for Higher Education

Dear Secretary Romero:

The New Mexico Higher Education Department (NMHED) is pleased to present the Fiscal Year 2024 (FY24) Capital Outlay Funding Recommendation for Higher Education. This recommendation provides funding to support new construction, renovation, infrastructure improvements, and demolition at higher education institutions statewide. Our recommendation also considers funding to address increases in material and labor costs experienced by higher education institutions over the past couple of years. These increases have resulted in projects being under-funded, jeopardizing the ability to expend existing appropriations and to complete projects.

The NMHED Capital Outlay Committee, chaired by Dr. Gerald Burke and comprised of representatives from the NMHED, Department of Finance and Administration, Energy Minerals and Natural Resources Department, and Legislative Finance Committee, utilize the NMHED's planning and funding criteria and metrics to review and prioritize projects for recommendation. During this year's NMHED Capital Outlay Committee Hearings, the committee traveled to different locations in the state to hear presentations by the higher education institutions. During these hearings, colleges and universities presented 78 capital projects totaling \$366,075,506 in capital needs statewide. The total amount of funding requested was \$222,355,700.

After the hearings, each of the requests was reviewed and scored by each committee member using the agency's Capital Funding Request and Management System (CFRMS). The CFRMS system ranked the projects based on the committee scores for each metric. The NMHED then prioritized the projects based on other factors and data provided by the higher education institution including how the project affected the school's deferred maintenance, future operational and maintenance, and utility and energy impact.

The NMHED recommendation is broken up into separate project types as listed Exhibit A. Of the 78 projects presented, 42 are being recommended for funding totaling \$81,801,497. In the recommendation, \$55,620,492 is for projects that were prioritized by the higher education institutions for funding during the upcoming legislative session. Each of these projects is being recommended at a funding amount that



will allow the institution to complete the project or a functional phase. Another \$25,181,005 is recommended to address projects which are now under-funded due to the increase in construction, material, and labor costs. This funding will allow higher education institutions to complete the project originally requested and approved. More details on the specific projects and cost can be found in Exhibit A.

The NMHED continues to remain committed to the removal of buildings on campuses across the state that are no longer in use or have exceeded their useful life. This initiative supports the agency's long-standing requirement that prohibits the expansion of square footage without an equal off set of space. During last year's legislative session, the agency was able to secure \$3,500,000 for demolition. This funding was allocated to the higher education institutions that provided a five-year demolition plan to the agency. This year's request supports the projects that are on the five-year demolition plan for colleges and universities. This funding is key in reducing liability on campuses as well as reducing the deferred maintenance and operational costs associated with their continued upkeep. The NMHED recommendation supports the demolition of 46 facilities at a cost of \$18,058,795. More details on the specific projects and associated cost can be found in Exhibit B.

If you have any questions related to this recommendation please contact Gerald Hoehne, Director of Capital Projects, at Gerald.Hoehne@state.nm.us or 505-476-8434.

Sincerely,

A handwritten signature in black ink that reads "Stephanie M. Rodriguez". The signature is fluid and cursive.

Stephanie M. Rodriguez
Cabinet Secretary

Attachments: Exhibit A (Capital Outlay Funding Recommendation for Higher Education)
Exhibit B (Recommendation for Demolition Funding for Higher Education)

Cc: Gerald Hoehne, Director, Capital Projects Division, New Mexico Higher Education
Department
Wesley Billingsley, Bureau Chief, New Mexico Department of Finance and
Administration
Dr. Gerald Burke, Chair, Capital Outlay Committee, New Mexico Higher Education
Department

EXHIBIT A



New Mexico Higher Education Department

2022/FY24 Capital Outlay Funding Recommendations

NEW CONSTRUCTION

NM-Institution	NM-Project Title	Total Project Cost	State Funding Request	Committed Matched Funding	Funding Recommendation	Matched Funding Source	Language
UNM - HSC	Upgrade to the Interprofessional Health Simulation Center	\$ 5,500,000	\$ 5,000,000	\$ 500,000	\$ 5,000,000	HSC Capital and Program Funds	To plan, design, construct, renovate, and equip upgrades to the Interprofessional Health Simulation Center at the University of New Mexico in Albuquerque
Western New Mexico University	Construction of an Early Childhood Facility	\$ 15,000,000	\$ 15,000,000	\$ -	\$ 5,000,000		To plan, design, construct, and equip a new early childhood development center at Western New Mexico University in Silver City
Total New Construction:		\$ 20,500,000	\$ 20,000,000	\$ 500,000	\$ 10,000,000		

RENOVATION

NM-Institution	NM-Project Title	Total Project Cost	State Funding Request	Committed Matched Funding	Funding Recommendation	Matched Funding Source	Language
Central New Mexico Community College	Advanced Technology Center Renovation	\$ 4,000,000	\$ 850,000	\$ 3,150,000	\$ 850,000	CNM 2023B Bond & CNM Plant	To plan, design, and renovate the Advanced Technology Center at Central New Mexico Community College in Albuquerque
New Mexico Military Institute	Renovations to the NMMI Vertical Challenge Tower and Elements	\$ 450,000	\$ 450,000	\$ -	\$ 450,000		To plan, design, equip infrastructure improvements, including a Vertical Challenge Tower, at New Mexico Military Institute in Roswell
New Mexico School for the Blind	Replacement of Maintenance Garage Roofs and Maintenance Yard North Fencing Enclosure	\$ 1,299,029	\$ 1,299,029	\$ -	\$ 1,299,029		To plan, design, and construct infrastructure improvements at the New Mexico School for the Blind and Visually Impaired in Alamogordo
New Mexico State University	Ag Science Center Improvements	\$ 5,714,535	\$ 5,000,000	\$ 714,535	\$ 5,000,000	NMSU Internal Funds	To plan, design, construct, renovate, and equip infrastructure improvements at the New Mexico State University Agricultural Science Centers statewide
University of New Mexico	Critical Safety & Security Improvements	\$ 5,900,000	\$ 5,300,000	\$ 600,000	\$ 1,400,000	Building Renewal & Replacement (BRR) FIN	To plan, design, construct, renovate, and equip critical infrastructure improvements, including Key Card Systems, Security Cameras, and ADA Upgrades, campus wide at the university of new mexico in Albuquerque
UNM - Valencia	Business and Technology Classroom and Lab Renovations	\$ 1,250,000	\$ 900,000	\$ 350,000	\$ 900,000	Mill Levy	To plan, design, construct, renovate and equip infrastructure improvements within the Business and Technology classrooms and labs at the university of new mexico valencia campus
Total Renovation		\$ 18,613,564	\$ 13,799,029	\$ 4,814,535	\$ 9,899,029		

INFRASTRUCTURE IMPROVEMENT

NM-Institution	NM-Project Title	Total Project Cost	State Funding Request	Committed Matched Funding	Funding Recommendation	Matched Funding Source	Language
Clovis Community College	Main Campus Canopy Improvements	\$ 697,448	\$ 523,086	\$ 174,362	\$ 523,086	MINORP (Tuition and Fees)	To plan, design, construct, and renovate infrastructure improvements at clovis community college in Clovis
ENMU Main	Access Control	\$ 1,000,000	\$ 1,000,000	\$ -	\$ 500,000		To plan, design, construct, furnish, and equip electronic door access controls at eastern new mexico university in Portales
ENMU Roswell	Campus wide parking lot, walkway and driveway improvements	\$ 2,400,000	\$ 1,800,000	\$ 600,000	\$ 1,800,000	Institutional Reserves	To plan, design, and construct infrastructure improvements, including parking lots, at the eastern new mexico campus in Roswell
ENMU Ruidoso	ENMU-Ruidoso Safety & Security	\$ 200,000	\$ 150,000	\$ 50,000	\$ 150,000	Mill Levy	To plan, design, construct, and equip safety and security upgrades at the eastern new mexico university campus in Ruidoso
Institute of American Indian Arts	IAIA Campus-wide Key Card Access System	\$ 523,302	\$ 523,302	\$ -	\$ 523,302		To plan, design, construct, furnish, and equip electronic door access controls at the institute of american indian arts in Santa Fe
New Mexico Highlands University	Ivan Hilton Science Building - Equipment Replacement/Repair and Accompanying Electrical Upgrade	\$ 4,360,000	\$ 4,360,000	\$ -	\$ 4,360,000		To plan, design, construct, furnish, and equip renovations and infrastructure improvements to the Ivan Hilton Science Building at new mexico highlands university in Las Vegas
New Mexico Institute of Mining and Technology	Water and Gas Line Replacement for Campus Drive	\$ 700,000	\$ 630,000	\$ 70,000	\$ 630,000	NMT Construction Reserves	To plan, design, construct, and replace water and gas lines at the new mexico institute of mining and technology in Socorro
New Mexico Junior College	NMJC Bob Moran Hall and Pannell Library and CM Burke University Center Air Handler Replacement	\$ 1,500,000	\$ 1,125,000	\$ 375,000	\$ 1,125,000	Mill Levy Funds	To plan, design, construct, and equip infrastructure upgrades, including HVAC replacement, on Bob Moran Hall and Panell Library at new mexico junior college in Hobbs
New Mexico Military Institute	Safety and Security	\$ 500,000	\$ 500,000	\$ -	\$ 500,000		To plan, design, construct, furnish, and equip safety and security upgrades, including perimeter fencing, at the new mexico military institute in Roswell

New Mexico State University	Chemistry Building HVAC and Ventilation Upgrades	\$ 6,977,513	\$ 6,977,513	\$ -	\$ 6,977,513		To plan, design, construct, renovate, and equip infrastructure improvements to the Chemistry Building at new mexico state university in Las Cruces
NMSD	2022 Site Improvements for Emergency Evacuation and Egress.	\$ 875,000	\$ 875,000	\$ -	\$ 875,000		To plan, design, construct, and install security improvements, including a emergency loop road, at the new mexico school for the deaf in Santa Fe
NMSU - Alamogordo	Building Envelope Improvements (Townsend Library)	\$ 895,834	\$ 500,000	\$ 395,834	\$ 500,000		To plan, design, and construct building envelope improvements to Townsend Library at the new mexico state university campus in Alamogordo
NMSU - DA	Gadsden Main Roof Replacement	\$ 1,600,000	\$ 1,200,000	\$ 400,000	\$ 1,200,000	Expended \$3,925 in preplanning and \$400,000 matching funds from DACC Local GO Funds	To plan, design, construct, and replace roofs on the Gadsden Main Building and the Digital Media Building at the new mexico state university dona ana campus in Las Cruces
NMSU - DA	Digital Media Roof Replacement	\$ 826,118	\$ 615,000	\$ 211,118	\$ 615,000	Expended \$1,942 for preplanning and \$210,000 matching funds from DACC Local GOB	
NTU	NTU safety and ADA accessible environments	\$ 1,760,000	\$ 1,700,000	\$ 60,000	\$ 1,700,000		To plan, design, and construct safety and ADA infrastructure improvements at navajo technical university in crownpoint
San Juan College	Roof Replacement on Henderson Fine Arts Center	\$ 2,207,907	\$ 1,650,000	\$ 557,907	\$ 1,650,000	Institutional	To plan, design, construct, and replace roofs on the Educational Services Center, Child & Family Development Center, and Henderson Fine Arts Center, at san juan college in Farmington
San Juan College	Roof Replacement Educational Services Center and Child & Family Development Center	\$ 812,974	\$ 610,474	\$ 202,500	\$ 610,474	Institutional	
Santa Fe Community College	Loop Road and Emergency Evacuation Route Upgrades	\$ 1,460,451	\$ 1,095,338	\$ 365,113	\$ 1,095,338	2023 LGOB	To plan, design, construct, and install security improvements, including a emergency loop road, at the santa fe community college in Santa Fe
Southwestern Indian Polytechnic Institute	Campus Grading and Access Improvements	\$ 1,492,565	\$ 1,492,565	\$ -	\$ 500,000		To plan, design, construct and equip campus safety improvements at southwestern indian polytechnic institute in Albuquerque
University of New Mexico	Essential Campus Infrastructure Upgrades	\$ 9,460,000	\$ 8,915,000	\$ 545,000	\$ 4,900,000	FY24 Institutional BRR (FIN) Funds	To plan, design, construct, and equip infrastructure improvements, including the North Campus Transformer, Copper Cabling, and Fiber Optic Cabling, at the university of new mexico in Albuquerque
UNM - Gallup	Facilities Repair & Renewal	\$ 2,500,000	\$ 1,875,000	\$ 625,000	\$ 1,875,000	25% Local Funding Match	To plan, design, construct, and renovate Calvin and Gurley Hall, including infrastructure improvements, at the university of new mexico campus in Gallup
UNM - Los Alamos	Open Space Design and Upgrade Part 1	\$ 1,509,000	\$ 1,131,750	\$ 377,250	\$ 1,131,750	25% Local Funding from private foundation funds and local funding sources.	To plan, design, construct, and renovate infrastructure improvements at the university of new mexico campus in Los Alamos
UNM - Taos	Campus-wide Asset Management and Envelope Repairs	\$ 3,000,000	\$ 2,250,000	\$ 750,000	\$ 1,980,000	25% Local EGRT funding	To plan, design, construct, and equip HVAC upgrades and exterior stucco renovations at the university of new mexico campus in Taos
Total Infrastructure:		\$ 47,258,112	\$ 41,499,028	\$ 5,759,084	\$ 35,721,463		

SUPPLEMENTAL

NM-Institution	NM-Project Title	Total Project Cost	State Funding Request	Committed Matched Funding	Funding Recommendation	Existing Funding Source	Language
Central New Mexico Community College	Trades/Applied Technologies Facilities (Supplemental)	\$ 58,220,000	\$ 13,900,000	\$ 44,320,000	\$ 7,300,000	CNM 2021 Bond & CNM 2023 Bond & State GO Bond	To plan, design, and construct a trades and applied technologies facility at central New Mexico community college in Albuquerque in Bernalillo county
Central New Mexico Community College	Student Services Facilities (Supplemental)	\$ 34,420,000	\$ 2,000,000	\$ 32,420,000	\$ 2,000,000	CNM 2018 Bond & CNM 2021 Bond & State GOB	To plan, design, and construct infrastructure and site improvements at student services facilities at central new mexico community college campuses, for central new mexico community college in Albuquerque in Bernalillo county
Dine College	Math Science Building - Supplemental Fund Request	\$ 8,405,370	\$ 997,755	\$ 7,407,615	\$ 997,755	C5089 GOB and Dine College General Funds	To plan, design, and construct phase I of a math and science building at Dine college in the Shiprock chapter of the Navajo Nation in San Juan county
ENMU Main	Roosevelt Science Center - Additional Cost	\$ 5,000,000	\$ 5,000,000	\$ -	\$ 5,000,000	2018 and 2020 GO Bond - Reserves	To plan, design, and construct Roosevelt Science Hall at eastern new mexico university in Portales in Roosevelt county
ENMU Roswell	Sewer line and infrastructure improvement	\$ 3,800,000	\$ 500,000	\$ 3,300,000	\$ 500,000	F3102 STB and Institutional Reserves	To plan, design, construct, renovate, and equip sewer line improvements campuswide, including restroom renovations, at the Roswell branch campus of eastern New Mexico university in Chavez county
ENMU Ruidoso	Exterior Improvements	\$ 375,000	\$ 281,250	\$ 93,750	\$ 281,250	Mill Levy	To plan, design, and construct exterior improvements at the Ruidoso branch campus of eastern New Mexico university in Lincoln county

New Mexico Institute of Mining and Technology	Campus Wide Master Key System Upgrade	\$ 2,147,000	\$ 552,000	\$ 1,595,000	\$ 552,000	STB and GF	To plan, design, construct, and equip an electronic door lock system campuswide at New Mexic institute of mining and technology campus in Socorro county
New Mexico School for the Blind	NMSBVI New Playground Construction at the Alamogordo Campus Supplemental	\$ 1,300,000	\$ 350,000	\$ 950,000	\$ 350,000	Severance Tax Bonds	To plan, design, construct, and equip playgrounds and related equipment at the new mexico school for the blind and visually impaired in Alamogordo in Otero county
New Mexico State University	Ag Modernization and Educational Facilities Phase 2, Supplemental Funding	\$ 8,108,623	\$ 4,800,000	\$ 3,308,623	\$ 4,800,000	GOB	To plan, design, construct, and equip a Biomedical Research Building at new mexico state university in Las Cruces in dona ana county
NMSU - Grants	Martinez Hall Exterior Renovations, Supplemental Funding	\$ 3,787,500	\$ 1,600,000	\$ 2,187,500	\$ 1,600,000	GOB20 and STB21A	To plan, design, and construct exterior renovations on Martinez Hall at the new mexico state university campus in Grants in cibola county
UNM - Gallup	Renovation of Career Technology Education	\$ 6,400,000	\$ 1,800,000	\$ 4,600,000	\$ 1,800,000	2020 GOB + UNM Gallup Reserves	To plan, design, construct and equip renovations to the Career Technology Building at the university of new mexico campus in Gallup in McKinley county

Total Supplemental: \$ 131,963,493 \$ 31,781,005 \$ 100,182,488 \$ 25,181,005

Overall Totals: \$ 218,335,169 \$ 107,079,062 \$ 111,256,107 \$ 80,801,497



New Mexico Department of Higher Education

Demolition Funding Request by HEI and Project Based on Five-Year Demolition Funding Plan

EXHIBIT B

DATE: 9/8/2022																			
INSTITUTION: Rollup of all HEI's																			
Institution acronym	FY24 Funding Priority #	Overall Funding Priority #	Project Title	Description	Year Project Funding will be requested	Month/Year Project to be started	Month/Year Project to be completed	Full Project	Phase	Total Cost of Project or Phase	Total Request from State	Total Self Funding	Age of Facility	Facility Condition Score	Other	Percent of State Funding	Percent of Other Funding Source	Description of Other Funding Source	Square Footage (GSF)
ENMU	1	1	Demolition of Harding Hall - ENMU # 1 Priority Request for Capital Outlay Funding	Asbestos abatement and demolition of current Harding Hall and site preparation for construction of new Student Academic Support Building.	2023	Jul-23		X		\$1,000,000	\$1,000,000	\$0	68			100%	0%		20,934
ENMU	1	1	Demolition of Bernalillo Hall	To plan, design, abate, and demo Bernalillo Hall at the Eastern New Mexico University campus in Portales, NM	2023	Jul-22	Oct-22	X		\$2,500,000	\$2,250,000	\$250,000	56		X	90%	10%	Local Funds	98,289
NMSU-LC	1	1	Selective Demolition Per Space Plan - Cole Village - NMSU # 2 Priority Request for Capital Outlay Funding	Abate and demolish the building listed on the Proposed for Demolition List. The current top priority is the Cole Village after relocating existing occupants at the end of the spring semester 2017. The existing buildings include a total of 177,605 gross sq. ft. with combined 26 buildings. Deferred maintenance costs for these deteriorating buildings continued to increase, with no funding mechanism or plan to bring the facilities up to current codes; the residence were closed to occupants in 2017. Removing this complex of buildings from the campus inventory lowered repair costs.	2023	Jul-23	Feb-25	X		\$5,019,241	\$5,000,000	\$19,241	56		X	99%	1%	Local Funds	177,605
NMSU-LC	1	1	Selective Demolition of Ag Science Center Facilities State-wide	To plan, design, abate, and demo selective structures at New Mexico State University Ag Science Center facilities state-wide, including the Alcalde Storage Barn buildings (305C, 305D and 305E), Artesia Caretaker's (Residence) House building (346B), College Ranch Barn building (073), Tucumcari Shop and Storage building (404E), and Tucumcari Horse Barn building (404I).	2023	Jul-23	Dec-24	X		\$1,468,000	\$1,468,000	\$0	Varies	Varies		100%	0%	N/A	15,799
SJC	1	1	Demolition of Physical Plant	To plan, design, abate, and demo the Physical Plant facility at San Juan College in Farmington in San Juan County.	2023	Jul-22	Dec-22	X		\$101,400	\$101,400	\$0	44	83.7		100%	0%	N/A	7,800
UNM	1	18	Demolition of Education Classroom Building	To plan, design, abate, and demo the Education Classroom Building (A0067) at the UNM Main Campus in Albuquerque, New Mexico	2023	Jan-24	Apr-24	X		\$2,136,000	\$2,136,000	\$0	59	0.29		100%	0%	N/A	22,790



New Mexico Department of Higher Education

Demolition Funding Request by HEI and Project Based on Five-Year Demolition Funding Plan

EXHIBIT B

INSTITUTION:			Rollup of all HEI's										DATE:		9/8/2022				
Institution acronym	FY24 Funding Priority #	Overall Funding Priority #	Project Title	Description	Year Project Funding will be requested	Month/Year Project to be started	Month/Year Project to be completed	Full Project	Phase	Total Cost of Project or Phase	Total Request from State	Total Self Funding	Age of Facility	Facility Condition Score	Other	Percent of State Funding	Percent of Other Funding Source	Description of Other Funding Source	Square Footage (GSF)
UNM	2	18	Demolition of Humanities Building	To plan, design, abate, and demo the Humanities Building (A0081) at the UNM Main Campus in Albuquerque, New Mexico	2023	May-24	Nov-24	X		\$3,500,000	\$3,500,000	\$0	48	0.15		100%	0%	N/A	67,828
UNM	3	18	Demolition of Ortega Hall	To plan, design, abate, and demo Ortega Hall (A0079) at the UNM Main Campus in Albuquerque, New Mexico	2023	May-24	Nov-24	X		\$2,368,395	\$2,368,395	\$0	51	0.15		100%	0%	N/A	52,631
UNM Gallup	1	1	Demolition of Lions Hall Building	To plan, design, abate, and demo Lions Hall at the UNM Gallup campus in Gallup, New Mexico	2023	Mar-24	Oct-24	X		\$235,000	\$235,000	\$0	68.5	31.0% in 2006		100%	0%	N/A	6,000
TOTALS:										\$18,328,036	\$18,058,795	\$269,241							469,676