Subject: Central Campus South Steam Line

Action Requested: Approval to Proceed with Project

Background:

This project will install new underground piping to convey steam and condensate from the existing steam piping tunnel north of Hutchins Hall to the 700 block of South State Street. Although there will be a temporary loss of some adjacent parking spaces during construction, there will be no permanent impact on parking from this project.

The estimated cost of the project is $1,900,000. Funding will be provided from Utility resources. The construction cash flow may be provided, all or in part, by increasing the commercial paper issuance under the commercial paper program, secured by a pledge of General Revenues, and authorized by the Regents. The engineering firm of DiClemente Siegel Design, Inc. will design the project. Construction is scheduled to be completed in Winter 2006.

We recommend that the Regents approve the Central Campus South Steam Line project as described and authorize issuing the project for bids and awarding construction contracts providing that bids are within the approved budget.

Respectfully submitted,

Timothy P. Slottow
Executive Vice President and
Chief Financial Officer

February 2005