

The Regents of the University of California

**COMMITTEE ON GROUNDS AND BUILDINGS
COMMITTEE ON FINANCE**

October 17, 2001

The Committees on Grounds and Buildings and Finance met jointly on the above date at UCSF–Laurel Heights, San Francisco.

Members present: Committee on Grounds and Buildings: Regents Atkinson, Bustamante, Connerly, T. Davis, Hopkinson, O. Johnson, S. Johnson, Morrison, Pattiz, and Seymour; Advisory member Sainick
Committee on Finance: Regents Atkinson, Connerly, Hopkinson, S. Johnson, Lee, Montoya, Moores, Morrison, and Preuss; Advisory member Ligot-Gordon

In attendance: Regents Bagley, Davies, Lansing, Lozano, Marcus, and Sayles; Regent-designate Terrazas, Faculty Representatives Binion and Viswanathan, Associate Secretary Shaw, General Counsel Holst, Provost King, Senior Vice Presidents Darling and Mullinix, Vice Presidents Broome, Gomes, Gómez, Gurtner, and Hershman, Chancellors Berdahl, Bishop, Carnesale, Dynes, Greenwood, Orbach, Tomlinson-Keasey, Vanderhoef, and Yang, Vice Chancellor Brase representing Chancellor Cicerone, and Recording Secretary Bryan

The meeting convened at 12:32 p.m. with Committee on Finance Chair Preuss presiding.

AMENDMENT OF THE BUDGET FOR CAPITAL IMPROVEMENTS AND THE CAPITAL IMPROVEMENT PROGRAM, UCSD MANAGEMENT SCHOOL FACILITY, SAN DIEGO CAMPUS

The President recommended that, with the concurrence of the Committee on Finance, the Committee on Grounds and Buildings recommend that the 2001-02 Budget for Capital Improvements and the 2001-04 Capital Improvement Program be amended to include the following project:

San Diego: UCSD Management School Facility – preliminary plans – \$2.3 million to be funded from campus funds.

It was recalled that the San Diego campus proposes the establishment of a UCSD Management School that will become a global leader in management education and research. The Management School will respond to the growing need of California industry, especially in the high technology and biotechnology sectors, for personnel with strong management skills. It will also provide valuable educational opportunities for highly qualified applicants who cannot be accommodated by the existing schools of management in California.

The Management School will provide distinguished research and education in the theory and practice of management. In the coming decades, the field of management must give special attention to the impact of dynamic technological change, the greater importance of new entrants in large markets, and the rapid expansion of smaller and newer firms into global markets. The Management School will respond to these challenges by emphasizing a combination of disciplinary and industry-specific research and innovative teaching, with an emphasis on joint degree programs, to provide specialized training attuned to technology and global markets. While it will offer the sound training in the core functional fields of management that is characteristic of the leading MBA programs, the Management School will follow the tradition of UCSD by targeting several leading research groups that integrate the core disciplines in important areas of application.

The Management School will offer programs leading to the Masters of Business Administration and Doctor of Philosophy degrees, as well as continuing professional education for the business community. At full enrollment, 100 FTE faculty positions, 1,160 graduate-level students, and 150 undergraduate FTE will be engaged in the instruction and research programs of the school. It is anticipated that the Management School will begin admitting limited numbers of students in fall 2003 and have steady-state-level classes in fall 2010.

Project Description

The project will be an approximately 75,000-assignable-square-foot facility consisting of classrooms, seminar rooms, faculty and administrative offices, conference rooms, an information services center and reading room, student work and study areas, and Organized Research Unit space located on the North Campus in La Jolla, prominently sited to the north of the Eleanor Roosevelt College, to the west of Ridge Walk, and to the east of Scholars Drive.

The cost of the facility is anticipated to be between \$42 million and \$50 million and will be funded entirely from gift funds.

Approval to proceed with the preliminary plans phase of this project will allow the campus to define specific program requirements and hire the executive architect to develop a scope of work and budget and begin schematic design on this project. The campus will also begin environmental reviews on the selected site. The final scope, schedule, budget, and funding for this project is contingent on the completion of detailed programs, design, environmental reviews, financial feasibility, and the availability of funds.

CEQA Compliance

In accordance with the California Environmental Quality Act and University procedures for implementation of CEQA, an environmental document will be prepared to analyze the potential environmental impacts of the project and will be presented to The Regents for review and consideration at the time of project design approval.

Future Regental Action

The campus anticipates returning to The Regents for approval of the Budget for Capital Improvements and the Capital Improvement Program, at which time the campus will submit items to The Regents to request the amendment of the Budget for Capital Improvements and the Capital Improvement Program for the total cost of all phases of the project and approval of any financing.

The campus is proceeding with a \$50 million gift campaign. Construction is expected to begin in fall 2002, with occupancy occurring in fall 2004.

Upon motion duly made and seconded, the Committees approved the President's recommendation and voted to present it to the Board.

The meeting adjourned at 12:35 p.m.

Attest:

Associate Secretary