LCTCS FACILITIES
MOVING INTO THE 21ST CENTURY

Board Workshop
Jan Jackson, Senior Vice President for Finance & Administration
October 10-11, 2007
I. LCTCS FACILITIES

LTC Huey P. Long Campus

LTC Shelby Jackson Campus
CURRENT FACILITY FACTS

- LCTCS Facilities currently in use were built as early as 1922 and as late as 2007.
- LCTCS facilities are located on over 73 sites on 953 acres in 48 parishes and 53 cities and towns.

Isaac Delgado Hall
CURRENT FACILITY FACTS cont’d.

- System campuses occupy 424 buildings consisting of 5.1 million total square feet
- Deferred maintenance for LCTCS facilities totals over $300 million

LTC Young Memorial Campus
CURRENT FACILITY ISSUES

- Almost every college is experiencing capacity issues (even those built in the last 5 years)
- Campus operating budgets will not sustain current large maintenance and repair needs
- Several campus locations are not accessible to target populations
- Many campuses lack adequate infrastructure
- Facilities for campuses providing technical training are not compliant with industry, ADA and building codes or standards.
- Older campuses do not provide an appropriate learning environment or project a positive image.
- Campuses are not designed for introduction of new training programs and therefore, limit offerings.
- A Facility Assessment conducted in 2004 indicated a facility condition index of 50 percent or higher for over 1/3 of LCTCS state owned campuses.
The 2008 Legislature approved $53.4 million in capital outlay projects for LCTCS in HB 2, however only $1.8 million is available to LCTCS for capital outlay projects.

For 2009 the Board of Regents recommended only $45 million in LCTCS projects, or 4 percent of the $1.2 billion recommended for Higher Education.
CURRENT FUNDING METHODS – THIRD PARTY FINANCING

- Act 391 will fund 14 campuses and 23 projects totaling up to $174 million
- Previous third party projects funded three new campuses for BRCC, BPCC and SLCC totaling $138 million
CURRENT FUNDING METHODS – THIRD PARTY FINANCING cont’d.

- SOWELA TCC Nursing and Allied Health facility and the Louisiana Delta Community College Campus are pending at $11 million and $45 million.
- Current LCTCS third party project debt service in HB1 is $12.5 million. The addition of Act 391 and LDCC will increase the amount to approximately $33 million.
 Other Current Facility Funding Methods

- **Lease Purchase** – The contractor builds the facility and leases to the system from the operating budget until costs are covered.

- **Operating Budget** – Limited to smaller projects, however funding expires June 30 each year


- **Grants** – Delgado Community College is receiving grant dollars for hurricane restoration
The current facility funding methods available to LCTCS are insufficient to address the state’s industry/workforce needs and the anticipated growth of the system in the 21st century.
II. PLANNING FOR FACILITIES IN THE 21ST CENTURY
ESTABLISHING FUTURE FACILITY NEEDS

- Staff is working with FP&C to finalize facilities master plan RFQ’s for
  - New Orleans Area post Katrina
  - Systemwide Facilities Master Plan
- Annual Regional Planning Workshops to assess workforce, economic development and corresponding facility needs
- New Foundation Initiative to assess the capacity of the LCTCS colleges for raising private dollars to support program and facility needs
- Building for a Stronger Louisiana Workforce advocacy campaign to gain support for future LCTCS facilities
FACILITY PLANNING PRINCIPLES

- State of the Art facilities for LCTCS are important to the future workforce and economic development of the state
- Facilities to house Centers for Excellence in high impact areas of the state
- Flexible facilities that can be quickly retrofitted for new training programs
- Durable construction with low maintenance requirements on the operating budget
Construction that meets industry, ADA, safety and building code requirements and standards

Campuses that are equipped with advanced communications/IT infrastructure necessary for learning

Campuses must be hurricane/flood resistant

Future campuses that provide environments conducive to learning

LCTCS campuses that project a positive image
LCTCS campuses must be accessible to students in fixed locations across the state.

Buildings should be sustainable or environmentally friendly when possible.

Facilities must be planned to sustain enrollment growth and allow for capacity building.
Estimates of the Cost of acquisition of land and facilities to adequately address the workforce and training needs of the state: $1.5 to $2 Billion

Current Funding methods are inadequate
System President appoints statewide task force to explore new funding options for building State of the Art facilities for LCTCS

Possible funding options:
- Local or Statewide Bonding Authority
- Identify specific bonding initiatives
- Hold elections where appropriate
FUTURE FACILITY FUNDING BENEFITS

- Construction of Centers of Excellence in High Impact Areas of the State

- Address the $300 million + deferred maintenance that exists for existing LCTCS facilities
Build, complete or expand campuses to meet future education and workforce demands of the state, such as:

- Houma / Thibodaux / Morgan City areas
- Alexandria Area
- Baton Rouge, Lafayette, Shreveport/Bossier
- Lake Charles
- The greater New Orleans area post Katrina
- Monroe and the Delta Parishes
- Hammond, Bogalusa, Florida Parishes area
- Critical LTC campus locations: Minden, Winnfield, Abbeville, St. Martinville, Jennings, Plaquemine, West Baton Rouge, Pointe Coupee Parishes and others