

Policy Number: 7-114	Policy Name: Building Renewal
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7-114 Building Renewal:

- A. Building renewal funds shall be calculated for every eligible building by the universities each year utilizing the formula approved by the Legislature's Joint Committee on Capital Review (A.R.S. §41-793.01) and instructions from the Central Office. Each university shall request from the Legislature, via the submission of the annual Capital Improvement Plan, the total amount of building renewal calculated.
- B. The amount of funds generated by the building renewal formula for each eligible building shall be included in the Building Inventory Report which is incorporated into the annual Capital Improvement Plan. The report also shall list the estimated deferred maintenance for each building.
- C. Building renewal may be used for projects as defined in State statute (A.R.S. §41-790) or in session law. Consultant fees related to Building Renewal Projects are an allowable use of building renewal funds. State-appropriated building renewal monies may be allocated for fixed equipment and interior wall/furniture systems with the intent of permanent use in that location.
- D. The Regents' *Construction Cost Control and Professional Fee Guidelines* are used to calculate the estimated replacement values for the building inventory report. Building replacement values along with building age are the primary variables in computing the state-appropriated building renewal request. The Central Office shall provide direction to the universities for calculating estimated building replacement value and building renewal.