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CSU Legislative Reports Website
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December 7, 2021

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State Capitol, Room 3196
Sacramento, CA 95814

RE: California State University 2022/2023 through 2026/2027 Multi-Year Plan

This letter is to provide a copy of the California State University (CSU) 2022/2023 through 2026/2027 Multi-Year Capital Outlay Plan as required by EDC 67501 and the final 2022/2023 Capital Outlay Program report as required by EDC 89772 (a)(3). At their November 2021 meeting, the Board of Trustees approved the Multi-Year Plan, which contains the 2022/2023 Capital Outlay Program.

For your convenience, we have provided the Legislative Analyst's Office with an electronic copy of the Multi-Year Plan and the Capital Outlay Budget Change Proposals. You can access the Multi-Year Plan at: <https://www.calstate.edu/csu-system/doing-business-with-the-csu/capital-planning-design-construction/Pages/default.aspx>.

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The CSU Multi-Year Capital Outlay Plan is a long-range planning tool that includes projects for all 23 campuses that the CSU aims to implement during this planning horizon. The plan includes academic, self-support, deferred maintenance, seismic strengthening, resiliency improvements, and infrastructure improvement projects with funding from a variety of sources. The total amount needed for the projects in the Multi-Year Plan is slightly over \$23.4 billion, with over \$16.4 billion for academic facilities and approximately \$7.0 billion for self-support facilities.

The 2022/2023 Capital Outlay Program consists of 22 major academic program projects and approximately 150 smaller infrastructure improvement projects. The statewide program for Infrastructure Improvements will fund individual projects at all CSU campuses. The total amount needed for the projects included in the 2022/2023 Capital Outlay Program is slightly over \$3.062 billion.

We plan to fund projects in the Academic Projects List from several sources. Our 2022/2023 operating budget request includes a \$135 million increase to support facilities renewal, renovation, and limited growth. If approved and included in our budget, these funds could yield approximately \$2.2 billion in systemwide revenue bonds to fund projects in the Multi-Year Plan.

As in the past we will encourage campuses to use designated reserves to fund some project costs as their budgets permit. We will also continue to use investment earnings as they are available to fund smaller deferred maintenance and capital improvement projects. Focusing on resiliency, we will also continue to pursue federal and state grant opportunities and any available partnerships.

Funding for these projects will be structured so that not more than 12 percent of the CSU general fund support appropriation, less the amount of the appropriation that is required to fund general obligation bond payments and State Public Works Board rental payments, will be used for debt service, and pay-as-you-go capital outlay projects.

Thank you for your continued support of the CSU capital outlay program. Should you have any questions about this report, please contact Nichole Muñoz-Murillo, Assistant Vice Chancellor, Advocacy and State Relations at (916) 445-5983, Elvyra F. San Juan, Assistant Vice Chancellor, Capital Planning, Design and Construction at (562) 233-2889 or Paul Gannoe, Chief of Planning and Design at (562) 619-0597.

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Sincerely,



Steve Relyea
Executive Vice Chancellor and
Chief Financial Officer

SR:dr

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