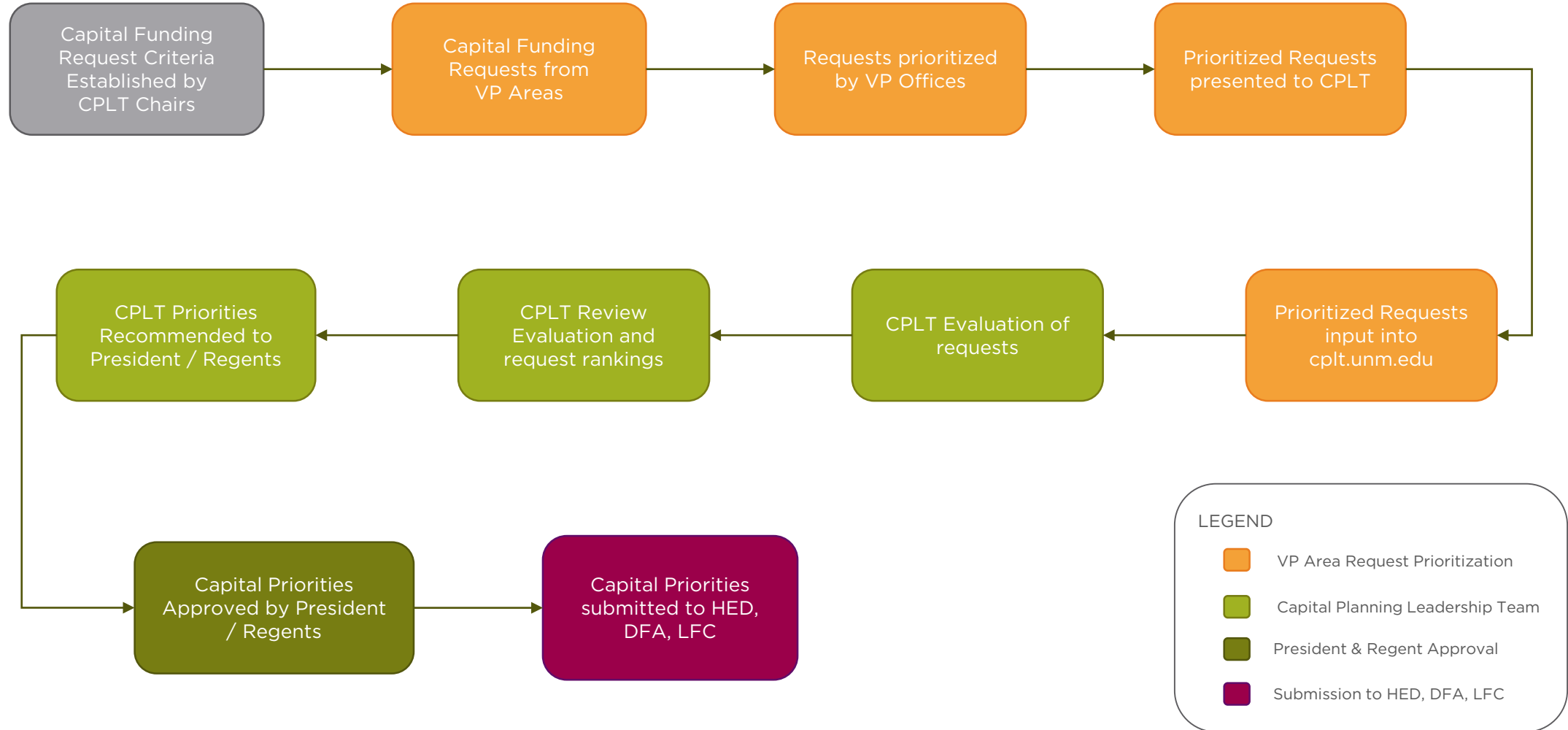
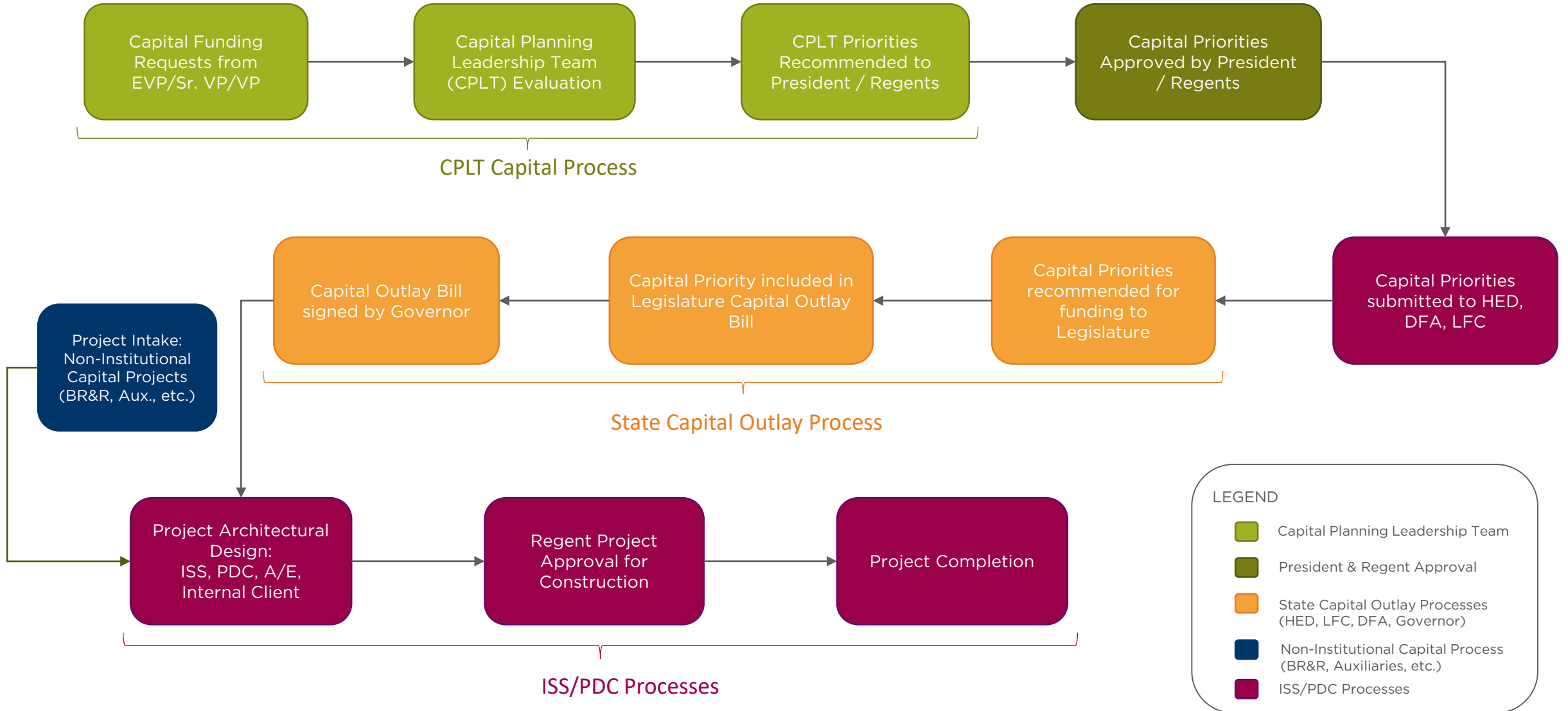


Capital Planning Leadership Team Process



Capital Process



Capital Project Funding Sources

State Funding:

- **General Obligation Bond (GOB)**
- **Severance Tax Bond (STB)**
- **General Fund (GF)**

General Obligation Bond (GOB):

- available to Higher Education Institutions every 2 years (even years)
- projects meant for new construction or large facility renovation
- must be approved by voters
- Funding must be spent in 4 years or reverts back to the state

Severance Tax Bond (STB):

- available to Higher Education Institutions every year
- projects meant for remodels, infrastructure, smaller facility renovations
- Funding must be spent in 4 years or reverts back to the state

General Fund (GF):

- available to Higher Education Institutions every year
- rarest funding source due to the demands on the General Fund

Capital Project Funding Sources

University Funding:

- **Institutional Bond**
- **Building Renewal & Replacement (BR&R)**
- **Department, Reserves, HSC Capital Funds**
- **Grant**
- **Local County Bonds (Branches)**
- **Education Gross Receipts Tax (Taos)**

Institutional Bond:

- UNM issues a bond series to fund capital projects and leverage state funding
- Bonds issued 7-10 years based on institutional credit rating

Building Renewal & Replacement (BR&R):

- UNM funds specifically for facility renewal and replacement available each FY
- Projects vetted through internal stakeholders

Grant:

- Grants with facility funds included

Department, Reserves, HSC Capital Funds:

- Institutional funds made available for capital project funding to leverage other capital funding (state, grant, local bond, etc.)

Local County Bonds (Branches):

- Branches have access to local county bonds to leverage state funding
- Branches can also issue their own bonds to leverage state funding

Education Gross Receipts Tax (Taos):

- Gross Receipts Tax in Taos County with percentage specifically for educational institutions in Taos County.