



### **14.003 Fixed Capital Outlay Projects – University Budgeting Procedures**

(1) Each university will prepare an annual Fixed Capital Outlay (FCO) Budget for all Fixed Capital Outlay (FCO) Projects in accordance with the instructions, guidelines, and standard formats provided by the Chancellor for those FCO Projects as defined in Board Regulation 14.001. The FCO Budget must be approved by both the university board of trustees and the Board of Governors. Such approval remains in effect for the life of the FCO Projects. The annual FCO Budget must include all FCO Projects, including previously approved projects that have not yet been completed.

(2) FCO Projects shall be listed by category or categories in the University FCO Budget as follows:

#### **FCO Budget Categories**

a. Education & General (E&G) Operating Projects – This category is  
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- i. Completion of a Public Education Capital Outlay (PECO) project that has received a state appropriation and is included on the Board's incomplete project list.
- ii. A renovation, repair, or maintenance project ~~with a total cost where the total CF expenditure on the project is between \$2 million and up to~~ \$5 million.
- iii. A remodeling or infrastructure project, including a developmental research school, ~~with a total cost where the total CF expenditure is between \$2 million and up to~~ \$10 million.
- iv. Repair or replacement of facilities due to damage caused by a natural disaster.

