Budget & Finance Committee

Tom Kuntz, Chair
June 20, 2013

www.flbog.edu
Consideration of University Capital Improvement Fee Increases
History / Current Status

• Established in statute in 1982 at $3.76 per credit hour.

• Statute increased the fee to $4.76 in 1988.

• Board / SUS initiative to modify the statute for several years approved by the 2012 Legislature and Governor.

• Statute now requires a base fee of $4.76, and cannot exceed 10% of tuition, with a maximum of $2 per credit hour increase per year.

• A fee committee, 50% students/50% university president representatives, votes on all fee increases with a recommendation to the Board of Trustees.
Capital Improvement Fee

History / Current Status

• Fee may fund any project or real property acquisition.

• Universities submit proposed projects to the Board for consideration.

• Board requests Legislative authority for projects.

• The 2013 appropriation of $70 million represents the first time a cash-only, no bonding appropriation was adopted versus a blended cash/bonds approach.
Fee Committee Meeting Date: 02/21/13
Current Per Credit Hour Fee: $6.76
Est. Allocation with no increase: $5 M -$29 M
Proposed Increase Per Credit Hour: $1.24
Est. Allocation with an increase: $7 M - $44 M

<table>
<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Library Renovations and Health and Safety Compliance</td>
<td>$4.9 M</td>
</tr>
<tr>
<td>Marshall Student Center Enhancements, Renovations, Health and Safety Compliance</td>
<td>$5 M</td>
</tr>
<tr>
<td>Wellness/Recreation Health and Safety Compliance</td>
<td>$4.9 M</td>
</tr>
<tr>
<td>USF Health Student Union Annex</td>
<td>$2.1 M</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 05/23/13
Current Per Credit Hour Fee: $6.14
Est. Allocation with no increase: $0.1 M - $0.6 M
Proposed Increase Per Credit Hour: $2.00
Est. Allocation with an increase: $0.2 M - $1.0 M

<table>
<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital Renewal &amp; Deferred Maintenance Supporting Existing Facilities (Four Winds, Hamilton Center, Fitness Center, Waterfront Recreation, Swimming Pool &amp; Bath House)</td>
<td>$602,147</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 05/22/13
Current Per Credit Hour Fee: $6.76
Est. Allocation with no increase: $1.5 M -$8.4 M
Proposed Increase Per Credit Hour: $2.00
Est. Allocation with an increase: $2 M -$13 M

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<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Student Union</td>
<td>$30 M</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 03/29/13  
Current Per Credit Hour Fee: $6.76  
Est. Allocation with no increase $3 M – 17 M  
Proposed Increase Per Credit Hour: $2.00  
Est. Allocation with an increase: $4 M – 25 M  

<table>
<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>Student Union</td>
<td>$15.8 M</td>
</tr>
<tr>
<td>The Breezeway</td>
<td>$2.5 M</td>
</tr>
<tr>
<td>Recreational Fields</td>
<td>$200,000</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 03/29/13
Current Per Credit Hour Fee: $6.76
Est. Allocation with no increase: $5 M - $28 M
Proposed Increase Per Credit Hour: $2.00
Est. Allocation with an increase: $7 M - $42 M

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<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
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</thead>
<tbody>
<tr>
<td>MCC Recreation Center Expansion</td>
<td>$25 M</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 02/04/13
Current Per Credit Hour Fee: $6.76
Est. Allocation with no increase: $1.4 M - $8 M
Proposed Increase Per Credit Hour: $2.00
Est. Allocation with an increase: $1.9 M - $12 M

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<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
</tr>
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<tbody>
<tr>
<td>Student Recreation and Wellness Center</td>
<td>$15 M</td>
</tr>
</tbody>
</table>
UCF - Capital Improvement Fee

Fee Committee Meeting Date: 05/15/12
Current Per Credit Hour Fee: $6.76
Est. Allocation with no increase: $6 M - $35 M
Proposed Increase Per Credit Hour: $2.00
Est. Allocation with an increase: $8 M - $53 M

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<thead>
<tr>
<th>Proposed Project</th>
<th>Estimated 2014-15 Project Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>John C. Hitt Library Renovation Phase I</td>
<td>$36 M</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 01/09/13, 02/13/13
Current Per Credit Hour Fee: $6.76
Est. Allocation with no increase: $1.2 M - $6.8 M
Proposed Increase Per Credit Hour: $2.00
Est. Allocation with an increase: $1.6 M - $10 M

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<tr>
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<tbody>
<tr>
<td>Phase I Student Union</td>
<td>$20 M</td>
</tr>
<tr>
<td>Recreation Sports Complex</td>
<td>$3.2 M</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 01/01/13
Current Per Credit Hour Fee: $6.76
Proposed Increase Per Credit Hour: $2.00
Est. Allocation: (Included with USF Tampa)

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<thead>
<tr>
<th>Proposed Project</th>
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<tbody>
<tr>
<td>Safety, Environmental and Co-Curricular/Wellness Upgrades</td>
<td>$3.5 M</td>
</tr>
</tbody>
</table>
Fee Committee Meeting Date: 03/26/13  
Current Per Credit Hour Fee: $6.76  
Est. Allocation with no fee increase: $1.7 M - $10 M  
Proposed Increase Per Credit Hour: $2.00  
Est. Allocation with an increase: $2.4 M - $15 M

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<tr>
<td>Recreational Venues</td>
<td>$4.5 M</td>
</tr>
<tr>
<td>Student Assembly Center/Performance Hall</td>
<td>$4.5 M</td>
</tr>
</tbody>
</table>
Consideration of New Fees
Increases to Existing Fees and New Fees

Governance Agreement

• 2010 agreement with the Legislature, Governor and Board of Governors.

• Passage of House Bill 7237 codified the shared responsibility in s. 1009.24, F.S.

Section 1009.24, Florida Statute

• Delegated to Boards of Trustees the authority to increase some fees within certain statutory parameters.

• Authorized the Board of Governors to increase certain fees that have statutory caps.

• Authorized the Board of Governors to approve a new fee requested by a Board of Trustees if that fee is not authorized in statute.

• Board of Governors required to adopt regulations.
New Fees

Regulation 7.003(23)

• The fee cannot be an extension of, or cover the same services, as an existing statutory fee.

• The fee should support a new service or activity that is not currently supported or should be supported with E&G funds.

• Demonstrable student-based need that is not being met through another service or fee.

• The fee cannot be utilized to create additional bonding capacity in an existing fee.
New Fees

Regulation 7.003(23)

• Revenue from the fee cannot be transferred to an auxiliary enterprise or DSO and may not be used to pay or secure debt.

• The fee shall not supplant revenue from other sources.

• The fee should support a service or activity in which a majority of students is able to participate or derive a benefit.

• If approved, a university fee committee must be established.
New Fees Considered by the Board

Denied or Withdrawn

- Global Experience Fee (USF)
- Recreation Fee (FGCU)
- Student Life & Services Fee (UWF)
- Safety & Security Fee (FSU)
- Physical Therapy Preparation Fee (FAMU)
- Academic Enrichment & Opportunity Fee (USF)
- Undergraduate Enhancement Fee (UF)

Approved

- Green Fee (USF, NCF, UWF)
- Student Life & Services Fee (UNF)
- Bar Exam Test Preparation Fee (FIU, FAMU)