

**BOARD OF GOVERNORS
STATE UNIVERSITY SYSTEM OF FLORIDA
Facilities Committee
January 23, 2008**

SUBJECT: 2008-2009 State University System Fixed Capital Outlay Legislative Budget Request

PROPOSED BOARD ACTION

Review and approve the 2008-2009 SUS Fixed Capital Outlay Legislative Budget Request as amended.

Authorize the Chancellor, State University System of Florida, to make technical adjustments to the 2008-2009 SUS Fixed Capital Outlay Legislative Budget Request as required.

Approval is recommended by the Chancellor.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Subsection (d) of Section 7 of Article IX, Education, of the Constitution of Florida as amended.

BACKGROUND INFORMATION

The requested budget provides the State University System of Florida continued capital outlay support and has been prepared in accordance with statutory requirements and guidelines adopted by the Board of Governors on March 29, 2007. All university fixed capital outlay budget requests have been approved by the institutional boards of trustees.

The Board of Governors Office staff has evaluated the projects proposed by the universities for consistency with the campus master plan and educational plant survey recommendations. Also, reasonableness of cost estimates and project schedules have been examined. The list reflects a statewide plan for program growth and quality improvement.

The Board previously approved the 2008-2009 SUS Fixed Capital Outlay Legislative Budget Request on September 27, 2007. The Board has the opportunity to amend its LBR prior to the 2008 Legislative Session to indicate its FCO priorities for the additional

PECO provided by the latest PECO Revenue Estimating Conference held on November 15, 2007. Other components of the FCO LBR are being amended to reflect changes requested by the universities. The Board will have one more opportunity to amend the adopted LBR during the scheduled 2008 Legislative Session in March.

Specific Fixed Capital Outlay Appropriation Requests

- ◆ **The 2008/2009-2010/2011 SUS Three-Year Public Education Capital Outlay (PECO) Project List** is a non-prioritized statement of academic and academic support facilities needs based upon the revenue allocation constraints required by law. **(Attachment I)**

- ◆ **The 2008/2009-2010/2011 SUS Three-Year Public Education Capital Outlay (PECO) Project Priority List** represents a prioritized statement of academic and academic support facilities needs based upon the revenue allocation constraints required by law. **(Attachment II)**

It should be noted that both PECO lists are subject to the same budgetary constraints and thus the total requested amount is the same on both lists. Pursuant to s. 1013.60, Florida Statutes, the list cannot exceed the PECO allocation amount provided by the Commissioner of Education for the State University System. As required by Florida Statute, PECO projects must be for educational and general purposes.

This proposed PECO budget request addresses in priority order:

- a. Continuation of funded projects included on the Board of Governors adopted three year list.
- b. Utilities infrastructure/Capital Renewal/Roofs needs.
- c. Requests to increase the amount of initial construction funding for an existing project on the three year PECO list.
- d. Renovation and remodeling projects to meet current space needs, structural/mechanical repairs, and technology upgrades that are in accordance with s. 1013.64(4)(a), Florida Statutes.
- e. Instructional, then research, followed by support space needs to include projects that will bring each university to the system average percentage of formula need.
- f. Projects to provide specialized space for a newly approved academic program.
- g. Land acquisition in accordance with University Board of Trustees adopted master plans.
- h. Matching external funds from non-private sources.

- ◆ **BOG Request for PECO Remodeling/Renovation/Repair/Maintenance Formula Funds Appropriation** represents a system-wide request for funds used to expand or upgrade educational facilities to prolong the useful life of the plant, pursuant to statute. **(Attachment III)**
- ◆ **The 2008/2009-2012/2013 SUS Five-Year Capital Improvement Plan Project List** represents a prioritized statement of academic and academic support facilities needs, unconstrained by revenue limitations. **(Attachment IV)**
- ◆ **The 2008/2009 Alec P. Courtelis Facility Enhancement Challenge Grant Program Project List** represents projects for which private donations have been received by December 31, 2007. The projects support instruction and research and are included in the Five-Year Capital Improvement Plan. **(Attachment V)**
- ◆ **Fixed Capital Outlay Projects Requiring Legislative Authorization** **(Attachment VI)**
- ◆ **Projects Which Require General Revenue for Operation** **(Attachment VII)**

Supporting Documentation Included:

- **Attachments I- VII** (As described above)
- **Exhibit A** Projected Annual PECO Allocations for 2008-09, 2009-10, 2010-11
- **Exhibit B** Percentage of PECO Allocation by University
- **Exhibit C** Projects Impacted by PECO Funding Reallocation

Facilitators/Presenters: Mr. Chris Kinsley, Director, Finance and Facilities