

**BOARD OF GOVERNORS
STATE UNIVERSITY SYSTEM OF FLORIDA**

May 8, 2008

SUBJECT: Authorization for Florida State University to Implement a Guaranteed Energy Performance Program at the Sarasota Campus.

PROPOSED BOARD ACTION

Authorize the implementation by Florida State University ("University"), of a Guaranteed Energy Performance Program, ("the Program"), in an amount not to exceed \$1,400,000.

Staff of the Board of Governors, State University System of Florida, has reviewed the Energy Performance Program and all supporting documentation. Based upon this review, it appears that the proposed financing is in compliance with applicable Florida State Energy Performance Based Contracting Procedures. Staff of the Board of Governors recommends authorization of the Guaranteed Energy Performance Program.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Section 1013.23, Florida Statutes; and Article IX, Section 7(d), Florida Constitution.

BACKGROUND INFORMATION

On April 3, 2008 the Florida State University Board of Trustees approved a Guaranteed Energy Performance Program and requested Board of Governors authorization. The University has an existing contract with Johnson Controls and desires to have Johnson Controls provide additional performance contracting services as provided for in the existing contract. The proposed program is for its Sarasota/Ringling campus. The Project is consistent with the University's mission, master plan and directives to reduce energy consumption.

The estimated project cost is \$1,368,000. The debt service payments will be funded from revenues generated by savings guaranteed under the terms of the contract. Costs in excess of guaranteed savings are payable by the contractor to the University. Projections provided by the University indicate that sufficient net savings will be generated to pay debt service.

Supporting Documentation Included: Project Summary
Attachment I - Summary of Estimated Savings

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