

**BOARD OF GOVERNORS
STATE UNIVERSITY SYSTEM OF FLORIDA
January 25, 2007**

SUBJECT: 2007-2008 State University System Fixed Capital Outlay Legislative Budget Request

PROPOSED BOARD ACTION

Review and approve the 2007-2008 SUS Fixed Capital Outlay Legislative Budget Request as amended.

Authorize the Chancellor, State University System of Florida, to make technical adjustments.

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 23, 2006. All university fixed capital outlay budget requests were approved by the institutional boards of trustees prior to submission to the Chancellor.

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. All projects and amounts requested for funding are thus recommended by the Chancellor. The list reflects a statewide plan for program growth and quality improvement.

Specific Fixed Capital Outlay Appropriation Requests

- ◆ **The 2007/2008-2009/2010 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 2007/2008-2009/2010 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 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. 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.
 - d. Requests to increase the amount of initial construction funding for an existing project on the three year PECO list.
 - 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.
- ◆ **BOG Request for PECO and non-PECO (General Revenue and Construction Trust Fund) 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 2007/2008-2011/2012 SUS Five-Year Capital Improvement Plan Project List** represents a prioritized statement of academic and academic support facilities needs, unconstrained by revenue limitations on PECO and Courtelis. **(Attachment IV)**
 - ◆ **The 2007/2008 Alec P. Courtelis Facility Enhancement Challenge Grant Program Project List** represents projects for which private donations have been received by

December 31, 2006. The projects support instruction and research and are included in the Five-Year Capital Improvement Plan. **(Attachment V)**

- ◆ **A Request for Legislative Approval for the State University System to construct facilities from non-appropriated sources.** This satisfies the requirements of 1013.78 for prior Legislative approval before requesting for operating budget for building maintenance. **(Attachment VI)**
- ◆ **A Request to meet State University System Concurrency Requirements** provides spending authority based upon the projected available balance in the Concurrency Trust Fund. **(Attachment VII)**
- ◆ **A Request for specific Legislative authorization to construct, acquire and finance fixed capital outlay projects not covered by the general authority of 1010.62 F.S. (Attachment VIII)**
- ◆ **Authorization for Reappropriation of Funds.** Provides legislative project approval and authorization to reappropriate funds. **(Attachment IX)**

Supporting Documentation Included:

- **Exhibit A** Projected Annual PECO Allocations for 2007-08, 2008-09, 2009-10
- **Exhibit B** 2006-2007 PECO Appropriations by University
- **Exhibit C** Percentage of PECO Allocation by University
- **Exhibit D** Amended PECO list vs. Original PECO list
- **Attachments I-IX** (As described above)

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