

February 17, 2009

MEMORANDUM

TO: Members, Board of Governors
FROM: Sheila McDevitt, Chair
RE: Agreement with Prepaid College Board

On the agenda for the Board of Governors' conference call next week, there is an item calling for a discussion of Florida Prepaid Program issues. At the time the agenda was sent out, Chancellor Rosenberg and I, together with Board staff, were involved in discussions with Prepaid College Board representatives concerning the best mechanism for ensuring the soundness of the Prepaid College Board Trust Fund while increasing the amount of revenue received by our universities on Prepaid contracts purchased to date. To accomplish this goal, we have crafted an agreement with the Prepaid Board that I and Ted Hoepner, the Chair of the Prepaid Board, have executed and which is contingent upon approval by the Prepaid Board, the Board of Governors, and approval by the Legislature. Further, the Agreement will not become effective until a statutory change is effected authorizing the Prepaid Board to fulfill the payment obligations set forth in the Agreement. A copy of the Agreement is attached.

Yesterday, John Delaney and I had a conference call with the university presidents, or their designees, to explain the substance of the Agreement. Prior to the call, they were provided with the attached Memorandum that summarizes the purpose and effect of the Agreement. Several presidents voiced support for the Agreement and none voiced any objections.

In keeping with the Open Meetings law, I have asked staff to provide you with this memo and the attached documents for your consideration and discussion at the publicly noticed conference call next week. Copies of these documents will be made available to the public on our website prior to the conference call.

SMM/skm

Attachments