



# BOARD *of* GOVERNORS

## State University System of Florida

### Budget & Finance Committee

Tom Kuntz, Chair  
June 20, 2013

[www.flbog.edu](http://www.flbog.edu)



# Consideration of University Capital Improvement Fee Increases



# Capital Improvement Fee

## 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.



# USF - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
Library Renovations and Health and Safety Compliance	\$4.9 M
Marshall Student Center Enhancements, Renovations, Health and Safety Compliance	\$5 M
Wellness/Recreation Health and Safety Compliance	\$4.9 M
USF Health Student Union Annex	\$2.1 M



# NCF - Capital Improvement Fee

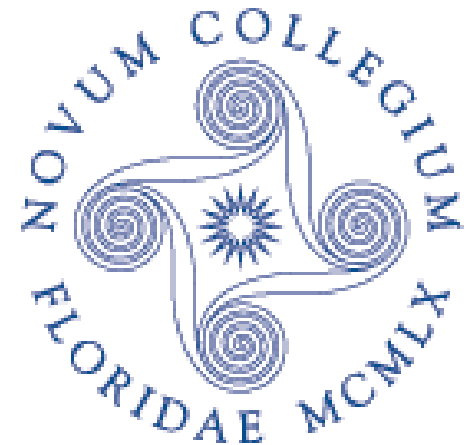
Fee Committee Meeting Date: 05/23/13

Current Per Credit Hour Fee: \$6.14

Est. Allocation with no increase: \$.1 M - \$.6 M

Proposed Increase Per Credit Hour: \$2.00

Est. Allocation with an increase: \$.2 M - \$1.0 M



Proposed Project	Estimated 2014-15 Project Cost
Capital Renewal & Deferred Maintenance Supporting Existing Facilities (Four Winds, Hamilton Center, Fitness Center, Waterfront Recreation, Swimming Pool & Bath House)	\$602,147



# FAMU - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
Student Union	\$30 M



# FAU - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
Student Union	\$15.8 M
The Breezeway	\$2.5 M
Recreational Fields	\$ 200,000





# FIU - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
MCC Recreation Center Expansion	\$ 25 M



# FGCU - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
Student Recreation and Wellness Center	\$ 15 M



# 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



Proposed Project	Estimated 2014-15 Project Cost
John C. Hitt Library Renovation Phase I	\$36 M



# UWF - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
Phase I Student Union	\$20 M
Recreation Sports Complex	\$3.2 M



# USF - St. Petersburg - Capital Improvement Fee

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)



Proposed Project	Estimated 2014-15 Project Cost
Safety, Environmental and Co-Curricular/Wellness Upgrades	\$3.5 M



# UNF - Capital Improvement Fee

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



Proposed Project	Estimated 2014-15 Project Cost
Recreational Venues	\$4.5 M
Student Assembly Center/Performance Hall	\$4.5 M



# 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)



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