

STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
FACILITIES COMMITTEE
UNIVERSITY OF CENTRAL FLORIDA
ORLANDO, FLORIDA
JUNE 27, 2018

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and its Committees are accessible at <http://www.flbog.edu/>.*

Governor Fernando Valverde, Vice Chair, convened the meeting of the Board of Governors Facilities Committee meeting at 3:03 p.m., June 27, 2018. The following members were present: Sydney Kitson, Ned Lautenbach, Edward Morton, Jay Patel, and Gary Tyson. Other members present included: Norman Tripp, and Tim Cerio.

1. Call to Order

Vice Chair Valverde called the meeting to order.

2. Minutes of Committee Meetings

Governor Kitson moved that the Committee approve the minutes of the Facilities Committee meeting held March 28, 2018, at the University of North Florida. Governor Lautenbach seconded the motion, and it passed unanimously.

3. Approval of Florida Gulf Coast University Educational Plant Survey Validation

Vice Chair Valverde called on Mr. Chris Kinsley, Assistant Vice Chancellor for Finance and Facilities, to discuss the findings for the educational plant survey conducted at Florida Gulf Coast University (FGCU). He noted that FGCU has demonstrated a need for growth for the University. He additionally noted that the recommendations for this year, based on formula needs, are 300,000 sq. feet which allow FGCU to continue to grow at a realistic rate based on the limited PECO budget.

Mr. Kinsley opened the floor for questions, after addressing a question on the square footage for the School of Water Resources building Vice Chair Valverde called for a motion to approve the Florida Gulf Coast University Educational Plant Survey. Governor Lautenbach moved to approve, Governor Tyson seconded, and the motion passed with approval by all members.

4. 2019-2020 Legislative Budget Request Guidelines

Vice Chair Valverde called on Mr. Chris Kinsley to discuss the move to change the Fixed Capital Outlay due date for the universities from August 1st to July 1st to help staff address university workplans and PECO list for the November board meeting. Governor Valverde opened the floor for questions, there being none Governor Tyson moved to approve, Governor Lautenbach seconded, and the motion passed with approval by all members.

5. 2018-2019 Capital Improvement Fee Trust Fund Allocation

Vice-Chair Valverde asked Mr. Kinsley to elaborate on the Capital Improvement Trust Fund, of which the legislature approved the \$40 million request which goes to improving student related activities on university campuses. Mr. Kinsley noted each university board of trustees has consulted with student governments, as required by the board governor's regulations, and have selected their respective projects.

Valverde opened the floor for questions, there being none Governor Lautenbach moved to approve, Governor Tyson seconded, and the motion passed with approval by all members.

6. University of Florida Athletic Association- Debt

Governor Valverde asked Mr. Kinsley to discuss the request for debt approval from the University Florida for the Athletic Association. Mr. Kinsley discussed University of Florida's Proposal for athletic association to borrow \$50 million to construct a new baseball stadium and conduct improvements to its existing softball stadium. The site of the existing baseball stadium will be used for a football operation facility. The university will not be requesting borrowing authority for the football operations facility and will utilize fundraising and do not intend to use existing resources. Mr. Kinsley noted that this project does generate an ROI.

Governor Valverde opened the floor for questions, Governor Morton asked on the length of the commitment and interest rate for the commitment to which Mr. Kinsley responded 25 yearlong commitment at a rate of 3.43% for 20 years and see what is available for the last five year. An additional question regarding the expected life of the facility being constructed. Mr. Kinsley answered the life expectancy would be 50 years for the baseball and the softball stadium will have a life extension of an additional 25 years. Melissa Stuckey the Chief Financial Officer for the Athletic Association at the University of Florida also added to Mr. Kinsley's response. Governor Valverde asked Ms. Stuckey about the return on investment and the capital to repay the bond, to which she responded the debt structure would help them service the backend of the debt.

After addressing additional questions regarding community impact, Valverde opened the floor for questions, there being none Governor Valverde called for a motion to approve a resolution authorizing the issuance by the University Athletic Association, Inc., a University of Florida direct support organization, of its athletic program revenue bonds, in an amount not to exceed \$50,000,000. Governor Patel moved to approve, Governor Tyson seconded, and the motion passed with approval by all members.

7. Fall Housing Occupancy

Governor Valverde asked Mr. Kinsley to clarify on the occupancy and pricing of university housing. Mr. Kinsley discussed how the system could be more proactive at looking at occupancy and better prepare for any broader issues and see any indicators for housing needs.

Valverde opened the floor for questions, there being none, Governor Valverde moved to the next item on the agenda.

8. Florida A&M University Housing

Kevin Lawson the chair for Florida A&M University presented the FAMU housing plan addressing a number of facilities who have outlived their utility. Mr. Lawson proposed the new housing plan to contain approximately 700 new beds, 500 of which will replace existing beds and 200 new beds, and refinancing existing debt to allow for deferred maintenance. The new space will be \$54.5 Million which will include a new dining facility. Mr. Lawson noted the housing plan will improve metrics on enrollment and student success.

9. Concluding Remark and Adjournment

There being no further business, Vice Chair Valverde adjourned the meeting at 3:38 p.m., June 27, 2018.

Chris Kinsley, Assistant Vice Chancellor
Facilities

H. Wayne Huizenga, Jr., Chair