

STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Facilities Committee
September 13, 2018

SUBJECT: University of Central Florida and Board Operating Budget Regulations

PROPOSED COMMITTEE ACTION

To Be Determined.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution

BACKGROUND INFORMATION

The UCF Board of Trustees met on September 6, 2018 and held a meeting to address an inappropriate use of state funds. In this instance, over \$38 million was expended to construct a new facility on the UCF main campus.

After discussion and questions, the following two motions passed:

1. Immediately replenish E&G carryforward funds with Auxiliary and other allowable funds.
2. Implement a certification process with sign-offs from the President, Provost, CFO and General Counsel. Those certifications would be presented to the Finance Committee and full UCF Board when considering projects over \$2 million.

Other important notes from the call:

1. The President announced that Bill Merck, current VP of Finance and Administration planned to retire.
2. An interim CFO will be appointed outside the Finance and Administration unit and report directly to the President.
3. A review is underway of all facilities projects to ensure that inappropriate funds have not been used.
4. The UCF Finance Committee will meet to discuss implementation of the certification process.
5. The UCF Chair will be at the Board of Governors meeting and is prepared to report that the Board of Trustees took efficient, effective and immediate action to deal with this issue.

Thus, it appears that UCF is in violation of Board Reg. 9.007, State University Operating Budgets.

Supporting Documentation Included: 1. Meeting Materials from the UCF Board of Trustees Meeting held September 6, 2018
2. Reg. 9.007 University Operating Budgets

Facilitators/Presenters: Mr. Chris Kinsley, University Staff