

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
September 13, 2018**

SUBJECT: Public Notice of Intent to Amend Board of Governors Regulation 9.011
University Direct Support Organizations and Health Services Support
Organizations

PROPOSED BOARD ACTION

Consider approval of Public Notice of Intent to Amend Regulation 9.011

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution; Board of Governors Regulation Development Procedure

BACKGROUND INFORMATION

This regulation is being updated to incorporate changes to direct support organizations (DSO) as approved in Senate Bill 4 during the 2018 Legislative Session. Highlights include:

1. Requires Boards of Trustees to set thresholds for approval of purchases, acquisitions, projects, and issuance of debt.
2. Effective July 1, 2019, only funds pledged for capital outlay can be transferred to a DSO.
3. Effective July 1, 2019, and annually thereafter, each university shall report to the Legislature the amount of state appropriations transferred to any DSO.
4. State funds cannot be used for DSO travel expenses.
5. The Chair of the Board of Trustees shall appoint at least one representative to the DSO board.
6. Personal services used by the DSO are subject to the \$200,000 remuneration cap in section 1012.976, Florida Statutes.

If approved, the amended regulation will be noticed on the Board's website for 30 days with final approval by the Board at the November 8, 2018, meeting.

Supporting Documentation Included: Information located in the Budget & Finance Committee Material