

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
November 8, 2018**

SUBJECT: Amended Board of Governors Regulation 9.011 University Direct Support Organizations and Health Services Support Organizations

PROPOSED BOARD ACTION

Approve amended 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.

No public comments were received during the public notice period.

Supporting Documentation Included: Regulation 9.011