

MINUTES

STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
BUDGET AND FINANCE COMMITTEE
FLORIDA ATLANTIC UNIVERSITY
NOVEMBER 4, 2021

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Mr. Brian Lamb, Chair, convened the meeting of the Budget and Finance Committee at 10:58 a.m. (ET) on November 4, 2021. Members present for roll call were: Tim Cerio, Nastassia Janvier, Ken Jones, Syd Kitson, and Eric Silagy. Other Board members present were: Richard Corcoran, Aubrey Edge, Patricia Frost, Edward Haddock, Wayne Huizenga, Alan Levine, Charlie Lydecker, Bill Self, and Kent Stermon.

1. Call to Order and Opening Remarks

The Budget and Finance Committee was called to order by Chair Lamb. He asked Vikki Shirley, Corporate Secretary, to call the roll. A quorum was present.

2. Minutes of Committee Meeting

Mr. Silagy moved that the Committee approve minutes from the September 1, 2021, meeting. Mr. Kitson seconded the motion, and members of the Committee concurred.

3. Performance-Based Funding

Mr. Lamb introduced the next item and noted that the Strategic Planning Committee is looking at Metric 1 - Percent of Bachelor's Graduates Employed (earning \$25,000+) or Enrolled One Year after Graduation and may be making changes in the future. The goal today is to align the performance funding metrics to the current Strategic Plan.

Mr. Lamb asked Mr. Tim Jones to walk through each of the proposed changes.

Mr. Jones reviewed the following changes:

1. Metric 1 - Percent of Bachelor's Graduates Employed (earning \$25,000+) or Enrolled One Year after Graduation. The proposal is to align the performance funding metric with the current Strategic Plan by increasing the wage threshold from \$25,000+ to \$30,000+ and adjust the excellence benchmarks to earn 10 points to 80 percent.

Proposed Updated Benchmarks:

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|-------------------------|-----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|
| Increments of 3% | 80% | 77% | 74% | 71% | 68% | 65% | 62% | 59% | 56% | 53% |

2. Metric 4 – Four-year Graduation Rates – adjust the excellence benchmarks to earn 10 points to 65 percent.

Proposed Updated Benchmarks:

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|------------------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| Increments of 3% | 65% | 62% | 59% | 56% | 53% | 50% | 47% | 44% | 41% | 38% |

3. Metric 10 – Board of Trustee Choice

- a. Florida Gulf Coast University – current metric is Bachelor’s Degrees Awarded to African American & Hispanic Students.

- i. Two changes are requested – modify the definition to include students who identify as Black/African American and another one of these races: Asian, American Indian/Alaska Native, Native Hawaiian/Pacific Islander, or White, and modify the benchmarks to align with the approved 2021 Accountability Plan.

Current Benchmarks:

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|--------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| | 860 | 820 | 780 | 740 | 700 | 660 | 620 | 580 | 540 | 500 |

Proposed Updated Benchmarks:

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|--------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|
| | 820 | 780 | 740 | 700 | 660 | 620 | 580 | 540 | 520 | 500 |

- b. Florida State University – current metric is Percent of Bachelor’s Graduates who took an Entrepreneurship Class. Request to convert the current metric to the Number of Bachelor’s graduates who passed an Entrepreneurship course and were not above Excess Hours at the time of taking their First Entrepreneurship Course.

Current Benchmarks:

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|--------|-----|-----|-----|-----|-----|-----|-----|----|----|----|
| | 16% | 15% | 14% | 13% | 12% | 11% | 10% | 9% | 8% | 7% |

Proposed Benchmarks:

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|--------|------|------|------|------|------|-----|-----|-----|-----|-----|
| | 1360 | 1275 | 1190 | 1105 | 1020 | 935 | 850 | 765 | 680 | 595 |

- c. University of Florida – current metric is Six-year Graduation Rates. Would like to switch to Endowment Size.

Proposed Benchmarks (\$M):

| Points | 10 | 9 | 8 | 7 | 6 | 5 | 4 | 3 | 2 | 1 |
|--------|-------|-------|-------|-------|-------|-------|-------|-----|-----|-----|
| | 2,600 | 2,350 | 2,100 | 1,850 | 1,600 | 1,350 | 1,100 | 850 | 600 | 350 |

Mr. Kitson moved that the Committee approve the performance-based funding metrics as presented. Mr. Silagy seconded the motion, and members of the Committee concurred.

4. 2021-2022 Carryforward Spending Plans

Mr. Lamb introduced the carryforward spending plans and stated that the Board must approve these plans by November 15. Mr. Jones walked the Committee through some introductory slides defining carryforward, statutory uses of carryforward, and a high level overview of the system carryforward spending plans.

Mr. Silagy moved that the Committee approve the university carryforward spending plans as presented. Mr. Kitson seconded the motion, and members of the Committee concurred.

5. Concluding Remarks and Adjournment

Having no further business, the meeting was adjourned at 11:15 a.m.

Tim Jones, Vice Chancellor
Finance and Administration

Brian Lamb, Chair