

MINUTES

STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
BUDGET AND FINANCE COMMITTEE
UNIVERSITY OF CENTRAL FLORIDA
JUNE 29, 2022

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Mr. Eric Silagy, Chair, convened the meeting of the Budget and Finance Committee at 4:40 p.m. (ET) on June 29, 2022. Members present for roll call were: Tim Cerio, Nimna Gabadage, Ken Jones, Brian Lamb, Charles Lydecker, and Steven Scott. Other Board members present were: Manny Diaz, Aubrey Edge, Patricia Frost, Edward Haddock, Alan Levine, Craig Mateer, and Bill Self.

1. Call to Order and Opening Remarks

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

2. Minutes of Committee Meeting

Mr. Jones moved that the Committee approve minutes from the March 30, 2022, meeting. Mr. Lydecker seconded the motion, and members of the Committee concurred.

3. Public Notice of Intent to Amend Board of Governors Regulations 5.001, 7.001, 7.002, 7.003, 7.008, 9.007, 9.009, and 10.004

Mr. Silagy introduced the eight regulations being amended due to statutory changes or requests of the universities for more efficient processes. The information is in the material and members have been briefed. Mr. Tim Jones is here to answer any questions.

Mr. Jones moved that the Committee approve the eight regulations as presented. Mr. Lamb seconded the motion, and members of the Committee concurred.

4. Performance-Based Funding Allocation

Mr. Silagy stated that the 2022-2023 General Appropriations Act includes \$560 million for performance-based funding. He thanked the Legislature and Governor for their continued support of the Board's performance-based funding model. Tying funding to the performance-based funding metrics is key to reaching the goals in our 2025 Strategic Plan.


Mr. Silagy stated that this is the 9th year of implementing the model and through the performance metrics adopted by this Board there have been significant improvements in the metrics! Congratulations to all of the universities for their commitment to retain and graduate students, grow degrees in Programs of Strategic Emphasis, and assist students in getting a job.

Earlier today, staff presented the university accountability plans and progress being made on many metrics. Although universities are making strides in many of the metrics, there are some universities that still have a lot of work to do.

Mr. Silagy asked Mr. Tim Jones to walk the Committee through the performance model. Mr. Jones presented a powerpoint presentation that included some historical information, the impact of changes to Metric 1 and 4 on scoring, and the allocation of the \$560 million.

All schools scored higher than 60 points and will receive their full institutional investment. Mr. Jones noted that the top three schools are UF, USF, and FIU. FGCU's scores have fallen two years in a row and their state allocation of \$11.4 million will be held in reserve pending approval of a Student Success Plan in September. If approved by the Committee, 50 percent of their state investment will be released. In March, 2023, FGCU will present a final plan and if the plan has been successfully implemented, then the balance of the state investment will be released.

2022-23 Performance Funding Scores



Scores are normalized for Metrics 1 and 4 changes:

Univ.	2020 Score Actual / Normalized	2021 Score Actual / Normalized	2022 Actual Score	Metric 1 & 4 add back	Normalized Score	Status
FAMU	73 / 78	79 / 82	69	+3	72	watch list
FAU	85 / 85	89 / 91	71	+9	80	watch list
FGCU	88 / 88	82 / 85	65	+6	71	drop (2 years)
FIU	88 / 88	97 / 99	88	+3	91	★ top 3
FL Poly	NA	83	63	+3	66	below 70
FSU	85 / 88	88 / 88	86	+4	90	increase
NCF	87 / 87	64 / 73	60	+6	66	below 70
UCF	89 / 92	87 / 92	79	+9	88	increase
UF	90 / 95	87 / 90	89	+4	93	★ top 3
UNF	83 / 86	77 / 83	70	+8	78	increase
USF	94 / 95	94 / 96	87	+5	92	★ top 3
UWF	82 / 86	83 / 83	78	+3	81	watch list

Drop (2 years): FGCU
If a university's score decreases for 2 consecutive years, the university may receive up to 100% of their allocation of the state investment after presenting/ implementing a student success plan.

Score below 70: FL Poly, NCF
If a university's score is lower than 70 points, the university may receive up to 50% of their allocation of the state investment after presenting/ implementing a student success plan.

Watch List: FAMU, FAU, UWF
If a university's score decreases for 2 consecutive years, the university may receive up to 100% of their allocation of the state investment after presenting/ completing a student success plan. Universities on the watch list have a drop in score for 1 year.

16

Two universities scored below 70 points. Regulation 5.001 states that any school falling below 70 will only receive 50 percent of their state investment. Florida Polytechnic University and New College of Florida both scored 66. Florida Polytechnic University will only be eligible to receive up to \$2.1 million of its \$4.2 million allocation. New College of Florida will only be eligible to receive \$1.8 million of its \$3.6 million allocation. Both


schools will need to submit a Student Success Plan in September and if approved by the Committee, half of their state allocation will be released. In March 2023, the final Student Success Plan will be submitted and if the plan has been successfully implemented, then the balance of the state investment will be released.

The state investment not allocated to Florida Polytechnic University and New College of Florida is allocated to the top three schools based on the scores earned by those three schools.

Mr. Silagy stated that he and Chancellor Criser will be meeting with the presidents and boards of the three schools that must do Student Success Plans over the summer.

Mr. Silagy asked for a motion approving the allocation of funds as presented:

2022-23 Performance Funding Allocation
June 2022



	Normalized Score	June Allocation				September 2022	March 2023	Final State Investment Allocation	Final Total Allocation
		Institutional Investment Allocation	State Investment Allocation	Top 3 State Investment Allocation	State Investment Allocation held in reserve	State Investment Allocation Maximum*	State Investment Allocation*		
FAMU	72	\$14,012,282	\$12,587,304				\$12,587,304	\$26,599,586	
FAU	80	\$22,548,831	\$20,255,729				\$20,255,729	\$42,804,560	
FGCU	71	\$12,720,719			\$11,427,087	\$5,713,544	\$5,713,543	\$11,427,087	\$24,147,806
FIU	91	\$35,168,400	\$31,591,953	\$1,301,661			\$32,893,614	\$68,062,014	
FL Poly	66	\$4,748,742			\$2,132,910	\$1,066,455	\$1,066,455	\$2,132,910	\$6,881,652
FSU	90	\$46,481,148	\$41,754,252				\$41,754,252	\$88,235,400	
NCF	66	\$4,040,914			\$1,814,987	\$907,494	\$907,493	\$1,814,987	\$5,855,901
UCF	88	\$36,004,365	\$32,342,904				\$32,342,904	\$68,347,269	
UF	93	\$57,004,493	\$51,207,425	\$1,330,269			\$52,537,694	\$109,542,187	
UNF	78	\$14,269,586	\$12,818,442				\$12,818,442	\$27,088,028	
USF	92	\$37,993,870	\$34,130,087	\$1,315,965			\$35,446,052	\$73,439,922	
UWF	81	\$10,006,650	\$8,989,025				\$8,989,025	\$18,995,675	
Total		\$295,000,000	\$245,677,121	\$3,947,895	\$15,374,984	\$7,687,493	\$7,687,493	\$265,000,000	\$560,000,000

*Allocation amounts must be determined and approved by the Board

Mr. Jones moved that the Committee approve the allocation as presented. Mr. Gabadage seconded the motion, and members of the Committee concurred.

5. Higher Education Emergency Relief Funds Update

Mr. Silagy asked Mr. Jones to provide the Committee with an overview of the three Federal Stimulus Plans.

Mr. Jones reviewed expenditures on the student and institutional allocations and expenditures through May 31. Mr. Silagy noted that some schools have not spent all of their allocations and it's important that funds are not left on the table. Florida is a donor state to the federal government and we need to utilize the funds that are provided to us. There is a lot of money that hasn't been spent and schools need to make sure a plan is in place.

HEERF – SUS Student Allocation



University	Student Allocation; 18004(a)(1)	Student Spending as of 5/31/2022	Unspent Student Allocation	
FAMU	\$31,323,840	\$25,887,865	\$5,435,975	17.4%
FAU	\$57,642,818	\$57,642,818	\$0	0.0%
FGCU	\$27,616,986	\$27,616,986	\$0	0.0%
FIU	\$101,060,276	\$98,415,419	\$2,644,857	2.6%
FL Poly	\$2,875,085	\$2,443,763	\$431,322	15.0%
FSU	\$69,527,110	\$69,527,110	\$0	0.0%
NCF	\$1,916,003	\$1,916,003	\$0	0.0%
UCF	\$130,343,794	\$130,343,794	\$0	0.0%
UF	\$75,697,370	\$75,697,370	\$0	0.0%
UNF	\$29,469,214	\$29,469,214	\$0	0.0%
USF	\$86,845,743	\$86,845,743	\$0	0.0%
UWF	\$18,071,139	\$18,071,139	\$0	0.0%
Total	\$632,389,378	\$623,877,224	\$8,512,154	1.3%

4

HEERF – SUS Institutional Allocation



University	Institutional Allocation + Special Designation Allocation	University	Institutional Fund Spending as of 5/31/2022	Unspent \$	Unspent %
FAMU	\$164,095,383	FAMU	\$104,965,028	\$59,130,355	36%
FAU	\$82,787,145	FAU	\$63,172,445	\$19,614,700	24%
FGCU	\$34,817,113	FGCU	\$26,413,341	\$8,403,772	24%
FIU	\$144,009,333	FIU	\$85,043,653	\$58,965,680	41%
FL Poly	\$3,460,393	FL Poly	\$2,871,943	\$588,450	17%
FSU	\$85,226,562	FSU	\$85,226,562	\$0	0%
NCF	\$2,275,567	NCF	\$2,275,567	\$0	0%
UCF	\$184,047,141	UCF	\$110,835,930	\$73,211,211	40%
UF	\$92,720,463	UF	\$70,483,030	\$22,237,433	24%
UNF	\$37,371,470	UNF	\$34,166,376	\$3,205,094	9%
USF	\$112,666,219	USF	\$102,657,900	\$10,008,319	9%
UWF	\$24,715,498	UWF	\$18,124,948	\$6,590,550	27%
Total	\$968,192,287	Total	\$706,236,723	\$261,955,564	27%

*Spending amounts as of May 31, 2022 as reported by each university.

6

President Ken Jessell, stated that their expenditures are much higher than reported due to the timing and they only have approximately \$127,000 remaining. The numbers presented did not include recent financial aid disbursements for the summer term.

Governor Silagy requested that an update on expenditures be provided at future meetings.

President Jessell pointed out that reimbursements are based on expenditures incurred. FIU's Board of Trustees have approved millions of dollars for HVAC replacement and repairs. Contracts are in place and those funds are encumbered. Funds from the Minority Serving Institutions, can be expended through 2024, so more time is allowed for those expenses.

Mr. Silagy thanked President Jessell for his comments. He stated this is a good example of how we can demonstrate that we are utilizing all of the revenue streams available to us. It is important to communicate that to the Legislature.

Mr. Alex Martins, Chair of the UCF Board, stated that they have committed all of the available balances. Like everyone else, they are in the middle of supply chain issues and finding contractors to complete all of the work. They do have a game plan in place.

6. Concluding Remarks and Adjournment

Having no further business, the meeting was adjourned at 5:12 p.m.

Tim Jones, Vice Chancellor
Finance and Administration

Eric Silagy, Chair