

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Facilities Committee
June 22, 2023**

SUBJECT: Public Notice of Intent to Amend Board of Governors Regulation 14.002, Reserves for New Construction

PROPOSED COMMITTEE ACTION

Approve the Public Notice of Intent to Amend Board Regulation 14.002, Reserves for New Construction.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution, Regulation Development Procedures

BACKGROUND INFORMATION

Regulation 14.002, Reserves for New Construction, is proposed to be amended for the following reasons:

- It clarifies that, for the purpose of this Regulation, “new construction” refers to free-standing/stand-alone E&G facilities, i.e., it is not intended to include ‘additions’ or ‘expansions’ of existing facilities.
- It requires that earnings accrued on Reserve balances are not to be used on other projects and may not be used to offset the required annual contribution.
- It excludes ‘Minor Facilities’ from the Reserve Escrow requirement.

The proposed draft was provided to the universities for feedback and modifications have been made as appropriate.

Supporting Documentation Included:

Regulation 14.002 Draft
Amendment

Facilitators/Presenters:

Mr. Kevin Pichard