

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS**

June 25, 2026

SUBJECT: New College of Florida, Auxiliary Revenues for Athletics

PROPOSED BOARD ACTION

Approve using up to \$2.5 million in auxiliary funds for an internal loan for the completion of a new Baseball Field.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7(d), Florida Constitution; Regulation 9.013 – Auxiliary Operations

BACKGROUND INFORMATION

[Regulation 9.013 allows the use of unreserved cash from a non-athletic auxiliary to be considered for athletics by the university Board of Trustees and approved by the Board of Governors. The Board of Governors will consider this on a case-by-case basis, considering the unique facts and circumstances surrounding each situation. The university administration should provide, at a minimum, the following information to the university Board of Trustees for its consideration and subsequently to the Board of Governors so that a transparent and informed decision can be made:

- (a) the specific non-athletic auxiliary the funds are coming from, the amount of the proposed transfer, and the amount of reserves available;
- (b) justification that the use of unreserved cash from the non-athletic auxiliary will benefit the broader student body or campus community;
- (c) if the supporting non-athletic auxiliary has outstanding debt, verification that the funds to be used are unreserved cash balances and that sufficient current revenues exist to cover all expenditures, including, but not limited to, debt service payments and required reserves;
- (d) assurance by the university, with the concurrence of the Division of Bond Finance, that such transfer does not violate any bond covenants; and
- (e) in the event the non-athletic auxiliary revenues to be transferred include student fees or payments, documentation that a disclosure has been made to students that non-athletic auxiliary revenues which include student fees or payments will be transferred to athletics.

New College of Florida has provided the following information:

The current reserve balance of the Housing Auxiliary is \$4,000,000. It is anticipated there will be an estimated additional \$1,000,000 added to the reserve by year end June 30, 2026.

In compliance with BOG Regulation 9.013, the required information is provided below:

- (a) The specific non-athletic auxiliary the funds are coming from, the amount of the proposed transfer, and the amount of reserves available;**

Non-athletic auxiliary funds in the amount of \$2,500,000 will be transferred from the Housing Auxiliary reserves fund to the Athletic auxiliary fund.

(b) Justification that the use of unreserved cash from the non-athletic auxiliary will benefit the broader student body or campus community;

Three years after launching its baseball program, New College of Florida is requesting authorization to build a dedicated, on-campus baseball field on the east side of campus, eliminating the current need to rent offsite local facilities. This facility represents a critical investment in the student experience and institutional strategy. Modern recreational venues are proven competitive assets that enhance student satisfaction, improve retention, and foster enrollment growth. Beyond the campus, this facility will significantly contribute to community well-being, promoting physical and mental health while fostering stronger social connections through sports and activities.

(c) If the supporting non-athletic auxiliary has outstanding debt, verification that the funds to be used are unreserved cash balances and that sufficient current revenues exist to cover all expenditures, including, but not limited to, debt service payments and required reserves;

The Housing Auxiliary funds to be used are unreserved cash balances. There are sufficient revenues in the auxiliary to cover all expenditures, including debt service payments.

(d) Assurance by the university, with concurrence of the Division of Bond Finance, that such transfer does not violate any bond covenants;

Verification was received from the Trustee (U.S. Bank) for the existing debt that this transfer does not violate any bonds covenants.

(e) In the event the non-athletic auxiliary revenues to be transferred include student fees or payments, documentation that a disclosure has been made to students that non-athletic auxiliary revenues which include student fees or payments will be transferred to athletics.

Once approval is received, students will be properly notified regarding the non-athletic auxiliary revenues to be transferred to athletics.

The NCF Board of Trustees approved the loan on December 17, 2025.

The Division of Bond Finance concurred that the proposed transfer does not violate any bond covenants