

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Facilities Committee
August 28, 2019**

SUBJECT: 2020-2021 State University System (SUS) Fixed Capital Outlay (FCO)
Legislative Budget Request (LBR)

PROPOSED COMMITTEE ACTION

Review and approve the 2020-2021 SUS Fixed Capital Outlay Legislative Budget Request; Update on the Initial Public Education Capital Outlay (PECO) Points List.

Approval is recommended by the Chancellor

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution

BACKGROUND INFORMATION

The requested budget provides the State University System of Florida continued capital outlay support and has been prepared in accordance with statutory requirements and guidelines adopted by the Board of Governors. All university fixed capital outlay legislative budget requests have been approved by the institutional boards of trustees.

In summary, the staff recommendation to the Board is adoption of a lump sum budget as the initial budget request for 2020-2021. The proposed amounts are in accordance with the official estimated amounts as provided by Florida law. A workshop is scheduled for October 3, 2019, at the University of Central Florida. At the workshop, the Committee will review the PECO projects using the preliminary selection group process pursuant to Senate Bill 190 (the points process).

SB 190 Process:

SB 190 requires the use of a points-based project ranking system, and establishes 6 ranking criteria. However, SB 190 leaves it up to the Board to determine the actual point values assigned to each metric. The staff recommended point scale is as follows:

	<u>Maximum Points</u>
1. Prior Legislative Funding	20 Points
2. Maintenance and Infrastructure	15 Points
3. Space Needs Met	25 Points
4. University Priority	5 Points
5. Renovation or Replacement	15 Points
6. Eligibility Points	<u>20 Points</u>
Total Points	100 Points

Per SB 190, Criteria 1 and Criteria 6 are mutually exclusive. The Space Needs Met metric and Renovation/Replacement/Maintenance are not typically found in the same project. These and other factors indicate that the maximum project score is around 50 points.

As both the process and points values assigned are preliminary, each university has been given the opportunity to amend their Capital Improvement plans. Importantly, this public and transparent process allows for the correction of any out-of-date or incorrect information on the part of either Board or university staff.

The Facilities Committee will review both the 1) methodology and 2) all PECO point projects at its meeting scheduled for October 3, 2019. In as much as the methodology drives the points values, the Committee may (or may not) need to meet briefly later in the month to recommend a final comprehensive LBR for full Board approval October 30th.

Specific Fixed Capital Outlay Appropriation Requests

- ◆ **[ADOPT \$110,155,073M] The PECO 2020-2021 SUS Five-Year Fixed Capital Outlay Request -**

[ADOPT \$44M] Request for Capital Improvement Trust Fund (CITF) Allocation - represents an amount based on current CITF revenue projections, with a base assumption of no future fee increases. The pro-rata distribution will be adopted at a future meeting of the Board.

- ◆ **[Information] Preliminary Selection Group -** represents an assessment of: 1) projects deemed potentially eligible for funding; and 2) the preliminary points assigned to eligible projects.

Supporting Documentation:

**June Draft Points Methodology
August Revised Methodology
PECO Points Calculation
PECO Points Draft Results; AKA Draft
Preliminary Selection Group per SB 190**

Facilitators/Presenters:

Mr. Chris Kinsley