

**STATE UNIVERSITY SYSTEM OF FLORIDA
FLORIDA BOARD OF GOVERNORS FOUNDATION, INC.**

November 10, 2011

SUBJECT: 2012 Operating Budget

PROPOSED FOUNDATION ACTION

Approve the 2012 operating budget for the Board Foundation.

AUTHORITY FOR BOARD OF GOVERNORS FOUNDATION, INC. ACTION

Florida Board of Governors Foundation, Inc. by-laws

BACKGROUND INFORMATION

The Foundation operates on a calendar year basis pursuant to an approved operating budget. The approval of an impending year's proposed budget takes place at the last meeting of the current calendar year. The proposed budget represents a continuation of educational initiatives and activities of the Foundation.

During the 2011 year the Foundation has been very active in supporting activities of the Chancellor and the Board and most notably providing funds to the universities in support of student scholarships.

In December 2006 the Board received a generous donation from the Helios Foundation. The investment earnings from this endowment support first generation scholarships. During this year the Board's Foundation distributed \$123,700 in investment earnings to the university foundations to support first generation students. In addition, the Foundation managed and will distribute approximately \$500,000 in Theodore and Vivian Johnson Scholarships which support disabled students attending a state university and have a demonstrated financial need.

The 2011 amended budget adopted by the Foundation is on track. For revenues, the state was unable to match the Johnson Foundation gift as outlined in statute. Expenditures will be approximately five percent more than anticipated primarily because of additional scholarship funds awarded. A copy of the 2011 budget and year-to-date and estimated annual expenditures is attached.

The 2012 budget proposed is consistent with previous year's budgets. Given the state's revenue picture, it is doubtful they will be able to match the Johnson Foundation's annual gift, thus the revenue is not being included in the budget. Expenditures are expected to be approximately the same.

Attached is the Foundation's 2010 audited financial statement indicating compliance with generally accepted accounting procedures.

Supporting Documentation Included: 1. 2011 Operating Budget and Year-to-Date Expenditures
2. Proposed 2012 Operating Budget
3. 2010 Audited Financial Statement

Facilitators/Presenters: Ava Parker