

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS**
October 30, 2019

SUBJECT: 2019-2020 Carryforward Spending Plans and Fixed Capital Outlay Budgets

PROPOSED BOARD ACTION

Approve University 2019-2020 Carryforward Spending Plans and Fixed Capital Outlay Budgets.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Article IX, Section 7, Florida Constitution; Chapter No. 2018-4, Laws of Florida; Senate Bill 190

BACKGROUND INFORMATION

Laws of Florida, Chapter 2019-103 (Senate Bill 190), requires universities to develop carryforward spending plans to be approved by the University Board of Trustees and the Board of Governors. It also provides guidance on the type of expenditures that carryforward funds can be spent on, including certain fixed capital outlay expenditures. Highlights of the new law include:

- A seven percent carryforward reserve must be maintained.
- Any balance above seven percent must have a spending plan that includes the estimated cost per planned expenditure and a timeline for completion of the expenditure.
- Authorized expenditures include:
 - Commitment of funds to a Public Education Capital Outlay (PECO) project for which an appropriation has previously been made.
 - Completion of a renovation, repair, or maintenance project up to five million per project and replacement of a minor facility that does not exceed 10,000 Gross Square Foot (GSF) in size up to two million.
 - Completion of a remodeling or infrastructure project, including a development research school, up to ten million per project.
 - Completion of a repair or replacement project necessary due to damage caused by a natural disaster for buildings included in the building inventory.
 - Operating expenditures that support the university mission.
 - Operating expenditures that are nonrecurring.
 - Any purpose specified by the board or General Appropriations Act.

A joint meeting of the Budget and Finance Committee and the Facilities Committee was held on October 3 to review carryforward spending plans and the use of resources for fixed capital outlay projects. Detailed information can be found in the meeting materials.

Supporting Documentation Included:

Carryforward Spending Plans and Fixed Capital Outlay Budgets located in the October 3, 2019 Joint meeting of the Facilities Committee and Budget & Finance Committee