

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Budget and Finance Committee
October 3, 2019**

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

PROPOSED COMMITTEE 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 included:
 - Commitment of funds to a PECO project for which an appropriation has previously been made.
 - Completion of a renovation, repair or maintenance project up to \$5 million per project and replacement of a minor facility that does not exceed 10,000 GSF in size up to \$2 million.
 - Completion of a remodeling or infrastructure project, including a development research school, up to \$10 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 will allow for discussion of the carryforward spending plans and the use of resources for fixed capital outlay projects.

Supporting Documentation Included: 1. Laws of Florida Chapter 2019-103 excerpt
2. Carryforward Spending Plans to be provided
3. Fixed Capital Outlay Budgets to be provided

Facilitators/Presenters: Board Staff