



STATE
UNIVERSITY
SYSTEM
of FLORIDA
Board of Governors

AGENDA

Facilities Committee
Ballroom, West Building, Student Union Complex
University of North Florida
1 UNF Drive
Jacksonville, Florida 32224
March 21, 2012
2:00 p.m. - 2:45 p.m.

Chair: Dick Beard; Vice-Chair: John Temple
Members: Caruncho, Corr, Martin, Perez, Robinson, Stavros, Yost

1. Call to Order Governor Dick Beard
2. Meeting Minutes, January 18, 2012 and February 21, 2012 Governor Beard
3. University of Central Florida Library Naming Mr. Tim Jones,
Chief Financial Officer
Board of Governors
4. Legislative Update Mr. Jones
5. Concluding Remarks and Adjournment Governor Beard

(This page intentionally left blank.)

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Facilities Committee
March 21, 2012**

SUBJECT: Minutes of Meetings held January 18, 2012 and February 21, 2012

PROPOSED COMMITTEE ACTION

Approval of minutes of the meetings held on January 18, 2012, at Florida State University; and on February 21, 2012, via telephone conference call.

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Not Applicable

BACKGROUND INFORMATION

Board members will review and approve the minutes of the meetings held on January 18, 2012, at Florida State University; and February 21, 2012, via telephone conference call.

Supporting Documentation Included: Minutes: January 18, 2012
Minutes: February 21, 2012

Facilitators/Presenters: Governor Dick Beard

(This page intentionally left blank.)

MINUTES
STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
FACILITIES COMMITTEE
FLORIDA STATE UNIVERSITY
TALLAHASSEE, FLORIDA
January 18, 2012

Chairman Dick Beard convened the Board of Governors Facilities Committee meeting at 2:00 p.m., January 18, 2012, at the WFSU Studio Broadcast Center at Florida State University. The following members were present: Dean Colson, Frank Martin, Tico Perez, Gus Stavros, John Temple and Rick Yost.

1. Call to Order

Governor Beard called the meeting of the Facilities Committee to order. He reviewed the agenda and said that the Committee would be discussing the letter that members received from the Governor, asking the Board to recommend past PECO projects for reversion to address a shortfall in the trust fund.

2. 2012-13 SUS Fixed Capital Outlay Budget Update

Governor Beard asked Chris Kinsley to review the Fixed Capital outlook and talk about the Governor's letter. Mr. Kinsley stated that the latest PECO estimate reduced the already small SUS allocation to absolute zero for the first two years with a small capacity returning in the third year, 2014-2015. He stated that there was a deficit in the PECO trust fund of between \$200 and \$250 Million. By reducing the first two years allocation to absolute zero the conference estimates plan to utilize incoming revenues in the first two years to satisfy that deficit. However, he said that the conference has no ability to appropriate money and can only make estimates.

Mr. Kinsley reviewed a letter sent by the Governor to members, which asked the Board, and also the State Board of Education, to recommend cuts to past PECO projects to make up the deficit. He stated that all public delivery systems in the K-20 sector currently had about \$705 million outstanding for projects, of which approximately \$363 million belonged to the SUS. He said that most of the SUS projects were already under construction or had construction imminent within a few months.

Mr. Kinsley then reviewed actions taken by the Chancellor in response to the letter, including a joint memo with Department of Education to all institutions to refrain from signing any new contracts and also doing information gathering on the status of every project in detail. The Committee discussed the next steps in order to respond to the Governor by February 7. Governor Perez suggested a conference call to discuss the data collected from the universities prior to providing anything to the Governor's office.

Chair Colson asked Mr. Kinsley what the law stated regarding reversion of projects, and clarified that the Governor could not revert any appropriation less than 31 months old without Legislative authorization.

3. A Resolution Requesting the Division of Bond Finance of the State Board of Administration to Issue Revenue Bonds on Behalf of the University of Florida to Finance the Renovations of Student Residence Facilities.

Mr. Kinsley reviewed the University of Florida's proposal to issue bonds to finance renovations at multiple residence halls on their main campus. He stated that the University proposal met all the requirements of the debt guidelines and Florida Statutes and that staff recommended approval. The committee unanimously approved the resolution, as presented.

4. Energy Report

Mr. Kinsley reviewed the annual energy report. He stated that the universities were doing very well in reducing costs through efficiencies and self-generation, even as their consumption and space have increased.

5. Completed Projects Report

Mr. Kinsley presented the annual slide show of projects completed at the universities over the previous year. He stated that the projects with PECO and Courtelis matching fund sources would start to decline in the future because of the lack of allocations for those funds.

6. Concluding Remarks and Adjournment

Governor Beard stated that the PECO funding issue could become a crisis in the future if it continued. He said if the Board hoped to meet their strategic plan and grow the system a solution to the PECO funding problem must be found. He stressed the importance of working with the Legislature to find alternative sources of funding. The members discussed the importance of educational facilities and the Chancellor stressed the importance of aligning new program approvals with facility needs. There being no further business, the meeting adjourned at 3:00 p.m., January 18, 2012.

MINUTES
STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
FACILITIES COMMITTEE
CONFERENCE CALL
February 21, 2012

Chairman Dick Beard convened the Board of Governors Facilities Committee meeting at 10:16 a.m., February 21, 2012, via telephone conference call. The following members were present: John Temple, Joseph Caruncho, Chris Corr, Frank Martin, Tico Perez, Gus Stavros and Rick Yost.

1. Call to Order

Governor Beard called the meeting of the Facilities Committee to order. He welcomed the new Committee members, Governors Caruncho, Corr and Robinson, and recognized Governor Temple as the new Vice-Chair of the Committee.

2. Bond Resolutions

Mr. Kinsley reviewed the two requests before the Committee for approval from Florida Agricultural and Mechanical University.

A. Authorize the Implementation by Florida A&M University of a Guaranteed Energy Performance Program on the Main Campus, FAMU

Mr. Kinsley stated that the request from Florida A&M University to enter into a Guaranteed Energy Performance Contract was coming to the Board for approval because it exceeded the \$10 million threshold set by the debt management guidelines. He stated that it was in conformity with the necessary statutes and guidelines and would provide a savings to the University of close to \$3 million over the life of the contract. Mr. Perez moved to approve the proposal, as presented, and the motion was seconded by Mr. Temple. All members voted in favor.

B. Resolution of the Board of Governors Authorizing the Division of Bond Finance of the State Board of Administration of Florida to Issue Debt on behalf of Florida A&M University to Finance the Construction of a Student Residence Facility on the Main Campus, FAMU

Mr. Kinsley reviewed the debt request from Florida A&M University for their Residence Facility. He said it was part of the continuing effort of the University to modernize its housing system. He stated that the proposal was in conformity with the debt management guidelines and had good financial coverage ratios. Governor Beard added that he had visited the University in January and was convinced of their need for new housing. He stated that because of the size of the project and the tight timeline for construction, he had asked the University to add an independent project manager and to beef up the liquidated damages clause in the contract to mitigate revenue risk. Governor Temple made a motion to approve the resolution, as presented, and the motion was seconded by Mr. Stavros. All members voted in favor.

3. Review of the 2013-2014 Draft Legislative Budget Request (LBR) Guidelines.

Mr. Kinsley reviewed the revised LBR Guidelines. He stated that the changes to the Fixed Capital portion of the Guidelines were designed to emphasize the critical maintenance needs at the Universities over new facilities. He also noted that item number six still needed to be revised to reflect the new strategic goals.

4. Concluding Remarks and Adjournment

There being no further business, the meeting adjourned at 10:28 a.m., February 21, 2012.

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Facilities Committee
March 21, 2012**

SUBJECT: Authorization of the University of Central Florida Naming of the Library

PROPOSED COMMITTEE ACTION

Authorize the naming of the University of Central Florida Library to the “John C. Hitt Library.”

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Board of Governors Regulation 9.005, Naming of Buildings and Facilities.

BACKGROUND INFORMATION

The University has revised its procedures for naming University of Central Florida (UCF) Buildings to align with Board of Governors Regulation, 9.005. The procedure requires the approval of the Board of Governors before naming a building for any active State University System member, which includes faculty.

The University of Central Florida Board of Trustees approved naming of the University Library for President John C. Hitt, at its meeting on March 15, 2012. The request comes to recognize the 20 years of service of the University President. The naming decision meets all requirements of UCF’s procedure for naming, including approval by the appropriate university committees; therefore a formal naming exemption is requested.

Supporting Documentation Included: Naming Exception Request

Facilitators/Presenters: Tim Jones

(This page intentionally left blank.)



March 6, 2012

Mr. Chris Kinsley, CPA
Director, Finance & Facilities
State University System of Florida
Board of Governors
325 W. Gaines Street
Tallahassee, FL 32399

Dear Mr. Kinsley:

The University of Central Florida Board of Trustees will be approving the naming of the John C. Hitt Library on the Orlando campus for Dr. John C. Hitt, President of the University of Central Florida, at its meeting on March 15, 2012.

This request is in recognition of the 20 years of service of the university's president. Therefore, we hereby request an exception, as referenced in Board of Governors' Regulation 9.005, requiring the approval of the Board of Governors before naming a building for any active State University System member.

Attached please find a copy of the approved UCF Board of Trustees' agenda item. I am most happy to answer any questions you may have.

Cordially yours,

A handwritten signature in black ink, appearing to read 'Tony G. Waldrop'.

Tony G. Waldrop, Ph.D.
Provost and Executive Vice President
Professor of Biomedical Sciences

Attachment

**University of Central Florida
BOARD OF TRUSTEES**

SUBJECT: Authorizing the University of Central Florida to Name the John C. Hitt Library

DATE: March 15, 2012

PROPOSED BOARD ACTION

Authorize the name change of the University Library located on the Orlando campus of the University of Central Florida to that of the John C. Hitt Library.

BACKGROUND INFORMATION

The University of Central Florida requests the Board of Trustees to approve the name change of the University Library currently situated on the Orlando campus of the university, in honor of President John C. Hitt. Once approved, the request will go before the Board of Governors for final approval.

It is fitting, therefore, that the University of Central Florida consider naming a building as significant as the University Library in honor of the achievements of the university's leader, President John C. Hitt, as the campus community celebrates his 20th anniversary in office.

Supporting documentation:

Prepared by: Dan Holsenbeck, Vice President for University Relations

Submitted by: Dan Holsenbeck, Vice President for University Relations

**STATE UNIVERSITY SYSTEM OF FLORIDA
BOARD OF GOVERNORS
Facilities Committee
March 21, 2012**

SUBJECT: 2012 Legislative Session Summary

PROPOSED COMMITTEE ACTION

For Information Only

AUTHORITY FOR BOARD OF GOVERNORS ACTION

Not Applicable

BACKGROUND INFORMATION

Staff will update the Committee on Session activities relative to facilities.

Supporting Documentation Included: To Be Provided

Facilitators/Presenters: Tim Jones

(This page intentionally left blank.)