

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.