



**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES**

Meeting / Conference Call Minutes

March 15, 2018

Time Convened 8:05 a.m. EDT

Time Adjourned: 8:41 a.m. EDT

1 Tigert Hall, University of Florida, Gainesville, FL

1.0 Verification of Quorum

Interim Vice President and General Counsel Amy Hass verified a quorum with all Committee members present.

Members present were:

Rahul Patel (Chair), David L. Brandon, Mori Hosseini, Leonard H. Johnson, Jason J. Rosenberg, Anita G. Zucker

Others present were:

Charlie Lane, Senior Vice President and Chief Operating Officer; Mike McKee, Vice President and Chief Financial Officer; Curtis Reynolds, Vice President for Business Affairs; Amy Hass, Interim Vice President and General Counsel; Alan West, University Controller; Melissa Orth, Senior Director for Government Relations and Assistant University Secretary; and other members of the University community and the media.

2.0 Call to Order and Welcome

Committee Chair Rahul Patel called the meeting to order at 8:05 a.m. He explained that the meeting was for information purposes only and no decisions would be made and no votes taken.

3.0 Review and Approval of Minutes

Minutes were not reviewed on this conference call.

4.0 Action Items

FF1. Transportation and Parking Auxiliary – Covenants Relating to Facilities with Outstanding Revenue Bonds

Vice President for Business Affairs Curtis Reynolds outlined the data required by the Board of Governors regarding facilities with outstanding revenue bonds. The required data includes actual revenue and expenses for 2016-17, estimated levels for 2017-18 and projected revenue and expenses in 2018-19.

FF2. University Infrastructure Strategy: Electricity – Steam – Chilled Water

Senior Vice President and Chief Operating Officer Charlie Lane noted that the Committee has received information items about the new infrastructure strategy at past meetings. He reminded the Committee of the need for this infrastructure strategy including deferred maintenance issues and the impending end of the co-generation agreement with Duke Energy. He noted that the project is estimated to cost \$250 million. Dr. Lane reviewed some of the possible funding strategies.

Dr. Lane noted that the Committee would be asked to approve plans to move forward with the design phase of the project and for UF administration to continue to explore financing options. Trustees noted that a new system will give UF more flexibility in its operations and will be critical to providing the energy needed as the University works toward its goal of being a Top 5 institution.

5.0 Discussion items

5.1 Quarterly Financial Update

University Controller Alan West gave an overview of the latest Quarterly Financial report.

Among the highlights:

- Cash and investment income is up due to an increase in funding from the state and a good return on investments managed by UFICO.
- Changes in accounting rules will mean UF will show a greater liability in pensions and other post-employment obligations (such as subsidies to retirees' health care).
- A new format for the quarterly financial report was introduced for Trustees' review and input. The changes will be discussed at the March 22 Finance and Facilities Committee meeting.

5.2 Five Year Capital Improvement Plan Overview

Curtis Reynolds noted that top priorities in the five-year capital improvement plan continue to be funding for utilities and infrastructure, the new Data Science Building, a new Music Building and the expansion of the Florida Museum of Natural History. Mr. Reynolds provided details regarding some changes in the timing of funding that are reflected in the plan. He noted that the plan will be presented for approval at the June meeting, and is presented for information only at the March meeting.

5.3 Construction Report

Curtis Reynolds highlighted some current projects including:

- The Career Resource Center, now 40 percent complete.
- Norman Hall rehabilitation, scheduled to begin this month.
- Campus security lighting upgrades.

Adjourn

After asking for any further discussion and hearing none, Chair Patel adjourned the meeting at 8:41 a.m.