



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

September 1, 2016

Emerson Alumni Hall, University of Florida, Gainesville, FL

Time Convened: 10:41 a.m. EDT

Time Adjourned: 11:26 a.m. EDT

1.0 Verification of Quorum

Jamie Lewis Keith, Vice President, General Counsel and University Secretary confirmed a quorum with all members present.

2.0 Call to Order and Welcome

Committee Chair, Rahul Patel called the meeting to order at 10:41 a.m. EDT and welcomed all Trustees and everyone in attendance at the meeting.

Members present were:

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

Others present were:

Trustees James W. Heavener, Marsha D. Powers, Nicole LP Stedman, Robert G. Stern, David M. Thomas, and Susan D.C. Webster; W. Kent Fuchs, President; Winfred Phillips, Executive Chief of Staff; Joseph Glover, Provost and Senior Vice President for Academic Affairs; Charles Lane, Senior Vice President and Chief Operating Officer; David Guzick, Senior Vice President for Health Affairs and President of UF Health; Jamie Lewis Keith, Vice President, General Counsel and University Secretary; other members of the President's Cabinet; Melissa Orth, Senior Director, Government Relations and Assistant University Secretary; Brigit Dermott, Executive Assistant; Sandy Mitchell, Senior Administrative Assistant; and other members of the University community and members of the media.

3.0 Review and Approval of Minutes

Committee Chair Patel asked for a motion to approve the minutes of the June 1 and June 9, 2016, committee meetings, which was made by Trustee Rosenberg and Seconded by Trustee Zucker. The Chair asked for further discussion, after which he asked for all in favor of the motion and any opposed and the motion was approved unanimously.

The Committee considered the following Action Items:

4.0 Action Items

FF1. Approval of sale of certain state-owned real property located in Gadsden County, Florida

Committee Chair Patel asked General Counsel Jamie Lewis Keith to address FF1. Ms. Keith noted that IFAS currently manages approximately 980 acres of land located in Gadsden County and uses the property for the North Florida Research and Education Center, which addresses a broad range of research and educational activities involving production and management, breeding, variety evaluations, pest management, nutrient management, irrigation management, weed control, and wildlife management relating to diverse crops and pulp, fiber and energy. The property is owned by the state's Board of Trustees of the Internal Improvement Trust Fund and is leased to UF for IFAS.

Under a Florida statute (Chapter 90-148, Laws of Florida), the Internal Improvement Trust Fund—if requested by the University—may sell state agricultural research and education property and put the proceeds in a special trust fund for use for the relocation or construction of new agricultural research and education facilities. IFAS would like a 30-acre portion of the property—which is south of I-10 and physically separated by the highway from the bulk of the site—to be sold so that IFAS can use the proceeds primarily to build new laboratory and storage space, and to renovate current office space at the site.

Committee Chair Patel asked for any questions. He then asked a motion to approve Action Item FF1 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Brandon and Seconded by Trustee Johnson. The Committee Chair asked for further discussion and, hearing none, asked for all in favor of the motion and any opposed and the motion was approved unanimously.

FF2. Approval of Real Property Sublease

Committee Chair Patel asked Senior Vice President and Chief Operating Officer Charlie Lane to address FF2 -- Real Property Sublease. Dr. Lane noted the following:

- A state-owned building held by the Board of Trustees of the Internal Improvement Trust Fund and located at 1699 SW 16th Avenue in Gainesville is leased to UF and used by the College of Medicine for office and clinical operations related to pediatric healthcare.
- The pediatric department operates its Child Protection Team in the space, which is funded by the Florida Department of Health and works with other agencies to serve children who are abused.
- The Children's Advocacy Center (CAC), a state-funded, private, non-profit organization, works with the UF Child Protection Team to provide services for abused children and non-abusing family members.

- UF, the CAC and the Florida Department of Health would like the CAC to co-locate with the UF Child Protection Team to enhance the efficient delivery of high quality services to abused children.
- Consequently, UF proposes to sublease approximately 2,451 square feet of space on the second floor of the Building to the CAC.
- The Committee and the Board were asked to approve the sublease and the request for approval of the sublease from the Internal Improvement Trust Fund, as required.

Committee Chair Patel asked for any questions. He then asked for a motion to approve Action Item FF2 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Hosseini and Seconded by Trustee Brandon. The Committee Chair asked for further discussion and, hearing none, asked for all in favor of the motion and any opposed and the motion was approved unanimously.

FF3. Approval of Agreement with DEF

Committee Chair Patel asked Vice President for Business Affairs Curtis Reynolds and Senior Vice President and Chief Operating Officer Charles Lane to address FF3--the proposed Agreement with Duke Energy Florida. Curtis Reynolds and Charlie Lane noted that an agreement between UF and the predecessor to Duke Energy Florida, Inc., was entered into 24 years ago and expired at the end of 2014. Under that prior agreement, Duke owns and operates the co-generation plant on UF's main campus and sells UF electricity and steam.

After almost two years of negotiations, with advice from internal and outside experts, the University reached a new arrangement with Duke under which—subject to the UF Board's approval:

The University will receive:

- \$55M from Duke up front to be earmarked for UF's utility needs
- At UF's option, the removal of the existing co-generation facility and restoration of the site to greenfield condition (at Duke's cost) by end of 2023
- Relocation by Duke of an existing electrical substation adjacent to the co-generation facility to a site of UF's choosing, freeing up more desirable space in existing location
- Construction of a new electrical substation, at Duke's expense, with upgraded and more reliable equipment
- Guaranteed continued steam service from Duke; there will be a revised formula for pricing the provision of steam to the University, which could save the University as much as \$1M per year, through 2021 (which may be extended by mutual agreement)
- Relocation of Duke's transmission lines near the intersection of SW 34th Street and Hull Rd. (at Duke's cost), allowing for easier development of vacant University property at the northwest corner of the intersection
- Duke's cooperation and participation with University in renewable energy solutions

Duke will receive:

- UF's approval of, and consent to, the State's granting of 50-year easements for (i) 2 facilities that presently have no easement--the existing Duke Hull Rd. electrical substation and existing high-voltage transmission lines traversing campus; and (ii) the location for the proposed new electrical substation (which is being determined)
- UF's consent to the State's modification of Duke's existing easements on Hull Road west of 34th Street to accommodate upgraded Duke poles/equipment

Mr. Reynolds also noted the following:

- The arrangement maintains UF's status as a retail electrical customer of Duke.
- Certain University Master Plan amendments may be needed depending on the final location of the Duke easements, and this will be evaluated and addressed if needed.
- The proposed arrangement with Duke is the first phase in a two-phase process to expand utility systems for UF's growth, to support new and more efficient physical plant facilities, and to address substantial deferred maintenance issues.
- UF leadership is currently exploring several different scenarios to determine the most desirable operational and financial outcomes for investment in new physical plant facilities to meet UF's utilities needs for the future.
- Findings will be presented to the Board of Trustees at a future meeting.

General Counsel Keith added that the Committee is asked to approve for recommendation to the UF Board for its approval on the Consent Agenda:

- (i) the University's entering into an agreement with Duke on the terms set forth in Exhibit "A" to FF3--as well as other terms and conditions not inconsistent with them, which an authorized UF official deems necessary or prudent in the interests of the University;
- (ii) the University's request to the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida for its granting of, and approval of, easements to Duke as generally described in Exhibit A, and/or any easements that the authorized UF official deems necessary or prudent and in accordance with the final Agreement; and
- (iii) the authorization of the University President and Senior Vice President and Chief Operating Officer, as the President's designee, acting singly, to perform all acts and execute all documents necessary or desirable and in the interests of the University, in the President's or designee's judgment, in connection with the Agreement with Duke.

Trustee Stern asked whether outside experts advised UF on the process and Vice President Reynolds confirmed that utilities and utilities legal experts were retained and advised the negotiations. Trustee Brandon noted that the agreement negotiated by the University is a "preeminent agreement" and commended Curtis Reynolds, Charlie Lane, Senior University Counsel Colt Little and others who contributed to the agreement for their excellent work on behalf of the University. Vice Chair Hosseini also noted that the team did an incredible job. Trustee Thomas asked if there were restrictions on how the University can use the \$55M. Mr. Reynolds replied that there are no restrictions of which he is aware, but that the funding is

intended for deferred maintenance and other utilities-facilities needs. Early discussions have identified deferred maintenance and the connection of the substation as priorities. Trustee Brandon noted that the maintenance of the University's facilities is a preeminence issue and stressed the gravity of the problem if neglected. It was suggested that the Board should work with legislature to communicate the importance of funding deferred maintenance and Trustee Scott suggested that a formula to address the problem more systematically would be beneficial.

Committee Chair Patel asked for any further questions or discussion. He then asked for a motion to approve Action Item FF3 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Brandon and Seconded by Trustee Zucker. The Committee Chair asked for further discussion and, hearing none, asked for all in favor of the motion and any opposed and the motion was approved unanimously.

FF4 and R16-181. Depository Payment Signatory Authority

Committee Chair Patel asked Vice President and Chief Financial Officer Mike McKee to address FF4 and Resolution R16-181-- concerning Depository Payment Signatory Authority. Mr. McKee noted that the Board's authorized list of signatories for checks, payments and transfers of funds involving UF's Board-authorized bank accounts needs to be updated to reflect

- A change in the Dean of the College of Design, Planning and Construction, who is an authorized signatory for the UF bank account in Vicenza, Italy for the College's program there, and
- Some changes in the incumbents of staff positions and title changes.

Committee Chair Patel asked for a motion to approve Action Item FF4 and R16-181 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Hosseini and Seconded by Trustee Brandon. The Committee Chair asked for further discussion and, hearing none, asked for all in favor of the motion and any opposed and the motion was approved unanimously.

FF5. Amendment to 2017-2018 Fixed Capital Outlay Legislative Budget Request

Committee Chair Patel asked Vice President for Business Affairs Curtis Reynolds to address FF5—the Amendment to the 2017-2018 Fixed Capital Outlay Legislative Budget Request.

Vice President Reynolds noted the following:

- At its June 2016 meeting, the Board approved the University's 2017-2018 Fixed Capital Outlay Legislative Budget Request (LBR).
- Since June, the Board of Governors has asked all state universities to propose Capital Improvement Trust Fund priorities for inclusion in the LBR CIP-2 Master List due the possibility of bonding the funding stream in the upcoming legislative session.
- Two proposals are recommended for the Committee's and Board's approval:
 - (1) Rebuilding the Institute of Black Culture and the Institute of Hispanic/Latino Culture (which is a \$5.3M project).
 - a. These facilities, which have for many years been important to building community and honoring Black and Latino culture at UF, are in poor condition and need to be rebuilt.

- b. The administration has previously highlighted this project to the Board as a priority. This past fiscal year, the legislature appropriated \$3.3M for the project, and the Committee and Board are being asked to approve a request for the balance of project funds (\$2M).
- (2) UF Health and Recreation Center (East campus) (which is a \$93M project).
- a. The total project is an estimated 235,000 gross square feet (gsf) of space, of which 65,000 gsf are for the health center and 170,000 gsf are for the recreational center.
 - b. The project has been a high priority for students for several years.
 - c. The 1931 building housing the student infirmary is outdated and in extreme need of replacement.
 - d. The health center will be a specialized facility tailored to the “whole health” of the student.
 - e. The exact location of the facility has not yet been determined but it is intended to serve the east part of campus.
 - f. East campus has two new on-campus residences and burgeoning off-campus student housing; and there are no campus recreational facilities for these students on this side of campus.
 - g. UF has only 45% of the recommended square footage for indoor recreational space for students based on UF’s enrollment and the applicable industry space planning standards.
 - h. This project does not contemplate a need for an increase in CITF fees.
 - i. Trustee Susan Webster affirmed student support.

It was noted that the health and recreation center is in the preliminary stage of the project process. Trustee Jason Rosenberg noted that the Committee should discuss different options for the center and alternative uses for these funds before the project moves forward. Mr. Reynolds expressed his understanding of this expectation. He also noted that before a project of more than \$2M or requiring bonding or state operating and maintenance funding can be commenced, it must be brought back to the UF Board of Trustees for its approval. For bonding and operating and maintenance funding, the Board of Governors’ approval is also required. Committee Chair Patel agreed that a discussion of options would be a good thing to have at a future Committee meeting. It was noted that the current action requested of the Committee and the Board is to list the project on UF’s LBR CITF list, and there will be plenty of time for these discussions.

Committee Chair Patel asked for any further discussion. He then asked for a motion to approve Action Item FF5 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Scott and Seconded by Trustee Brandon. The Committee Chair asked for further discussion and, hearing none, asked for all in favor of the motion and any opposed and the motion was approved unanimously.

FF6. Approval of Easements to the Florida Department of Transportation

Committee Chair Patel asked Vice President for Business Affairs Curtis Reynolds to address FF6, concerning the granting of easements to the Florida Department of Transportation.

Mr. Reynolds noted that the Master Lease to UF from the state's Board of Trustees of the Internal Improvement Trust Fund includes areas on the edge of campus along the north side of the right-of-way for Archer Road/State Road 24, where utility easements are located. In this area-- at the intersections of Gale Lemerand Drive, Center Drive, and the entrance to Shands Hospital -- the Florida Department of Transportation and City of Gainesville want to install new overhead wire-suspended traffic signals to replace those that are there now. For proper placement of the bases of the mast arms, the Florida Department of Transportation is requesting five easements totaling about 3,216 square feet (0.07 acres) in this area of UF's campus. The final easement locations, square footage, and legal descriptions will be determined by an authorized University official.

Committee Chair Patel asked for a motion to approve Action Item FF5 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Johnson and Seconded by Trustee Zucker. The Committee Chair asked for further discussion and, hearing none, asked for all in favor of the motion and any opposed and the motion was approved unanimously.

5.0 Discussion/Informational Items

5.1 University House

Committee Chair Patel asked Vice President for Advancement Tom Mitchell and Vice President for Business Affairs Curtis Reynolds to present potential plans for renovations to University House. Mr. Reynolds noted that for a number of years the Board has been interested in renovating the University House and enhancing its utility for conferences, meetings and events. The Office of the VP for Advancement believes there is interest in the donor community and is planning to seek to raise funds for this project, which would commence prior to the December meeting.

Mr. Reynolds then presented a conceptual overview of the potential space modifications. Trustees Thomas and Scott noted that there is a need to accommodate priority visitors to UF that is not currently being met by facilities in Gainesville. Trustee Hosseini concurred. Mr. Reynolds agreed to look into options for accommodating priority guests on campus, whether in this project or otherwise. Trustee Brandon raised the completion of projects at the Dasburg House and Mr. Reynolds confirmed that the installation of a pool and certain landscaping are both part of the original project, but had to be suspended due to the timing of the Fuchs' move to Gainesville. Trustee Brandon requested that needed privacy screening in the SW corner of the property be addressed. Trustee Hosseini emphasized that this work is part of the original project, not a new project.

6.0 New Business

There was no new business.

7.0 Adjourn

After asking for any further discussion and hearing none, Committee Chair Patel asked for a motion to adjourn, which was made by Trustee Brandon and a second which was made by Trustee Zucker, and, with no further discussion desired, the motion was passed unanimously and the University of Florida Committee on Finance and Facilities meeting was adjourned at 11:29 a.m. EDT.



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

September 1, 2016

Immediately after the meeting of the Committee on Educational Policy and
Strategic Initiatives, which starts at 10:15 a.m. EDT
Emerson Alumni Hall, University of Florida, Gainesville, FL

Committee Members:

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

- 1.0 Verification of QuorumJamie Lewis Keith, VP/General Counsel
- 2.0 Call to Order and WelcomeRahul Patel, Chair
- 3.0 Review and Approval of Minutes.....Rahul Patel, Chair
[June 1, 2016 \(Pre-BOT conference call/meeting\)](#)
[June 9, 2016](#)
- 4.0 Action ItemsRahul Patel, Chair
FF1: [Approval of sale of certain state-owned real property located in Gadsden County, Florida](#)
FF2: [Approval of Real Property Sublease](#)
FF3: [Approval of Agreement with DEF](#)
FF4 and R16-181: [Depository Payment Signatory Authority](#)
FF5: [Amendment to 2017-2018 Fixed Capital Outlay Legislative Budget Request](#)
FF6: [Approval of Easements to the Florida Department of Transportation](#)
- 5.0 Discussion/Informational ItemsRahul Patel, Chair
5.1 University House
- 6.0 New BusinessRahul Patel, Chair
None due to the Retreat.
- 7.0 AdjournRahul Patel, Chair



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

June 1, 2016

Meeting/Telephone Conference Call

226 Tigert Hall, University of Florida, Gainesville, FL

Time Convened: 3:00 p.m. EDT

Time Adjourned: 3:50 p.m. EDT

1.0 Verification of Quorum

After a roll call, all members were present except Trustee Rosenberg.

Members present were:

Steven M. Scott (Acting Chair), David L. Brandon, James W. Heavener, Rahul Patel, David M. Thomas, Anita G. Zucker. Trustee Rosenberg was unable to attend.

Others present were:

Charlie Lane, Sr. Vice President and COO; Curtis Reynolds; Vice President for Business Affairs; Michael McKee, Vice President and Chief Financial Officer; Winfred Phillips, Executive Chief of Staff; Jamie Lewis Keith, Vice President, General Counsel and University Secretary; Craig Hill, Associate Vice President, Business Affairs; Colt Little, Associate University Counsel; Mike Ford, Senior University Counsel; Eugene Herring, Associate Director Facilities Planning; Lee Nelson, Director of Real Estate; Carlos Dognac, Assistant Vice President, Planning, Design and Construction; Jeanna Mastrodicasa, Associate Vice President for Agriculture and Natural Resources; Alan West, Assistant Vice President and University Controller; and George Kolb, Director, University Budgets.

2.0 Call to Order and Welcome

Acting Committee Chair Steven Scott called the meeting to order at 3:02 pm. EDT.

3.0 Review and Approval of Minutes

Acting Committee Chair Scott noted that minutes for the March 31, 2016 Committee on Finance and Facilities meeting will be addressed at the regular June 9, 2016 committee meeting because this call/meeting is only for preparation, not action.

4.0 Action Items

The Committee discussed action items to be addressed at the regular committee and Board of Trustees meetings on June 9th.

FF1. FY2015-16 Operating Budget of Revenues and Expenses and FY 2016-17 Preliminary Operating Budget of Revenues and Expenses

George Kolb, Director of University Budgets, outlined some highlights of this year's final budget submission and the 2017 preliminary budget. These include:

- An increase in the 2015-16 operating budget revenues from \$4.5 million to \$5.2 million, primarily due to an increase in miscellaneous grants and contracts and grant revenues
- The 2017 preliminary operating budget begins with a baseline figure of the 2016 level
- New and recurring performance and preeminence funding, pending final approval of the 2017 preliminary operating budget by the Board of Governors later this month

Questions from the committee members were answered.

FF2 and FF3. 2017-2018 Fixed Capital Outlay Legislative Budget Request and Facilities Spending Plan for State Appropriated Funds FY2016-2017

The Fixed Capital Outlay Budget Request, also known as the PECO list, outlines funding being requested for the coming year for projects on campus. These include:

- A request for continued funding for the Norman Hall renovations in the amount of \$10 million
- A request for continued funding for the Nuclear Science building in the amount of \$8.6 million
- Initial funding of \$25 million for a multidisciplinary data science building
- Funding for the career resource center and construction of the Institute of Black Culture and Institute of Hispanic/Latino culture
- \$30 million for utilities and infrastructure improvements

As outlined in the Spending Plan for State Appropriated Funds FY 2016-2107, last year UF received:

- \$13.7 for the Nuclear Science building
- \$14 million for Newell Hall renovations
- \$24.4 million for deferred maintenance
- \$5.8 million in CITF funds

Questions from the committee members were answered.

FF4. University Transportation and Parking Services Bond Issuance

Parking and Transportation services is requesting authorization for bonding authority to fund a new five story, six level parking garage on the site of the current McCarty Hall lot. The garage would add 610 new parking spaces to the area. Impact studies show that some improvements will need to be made to Newell Drive and Museum Road. The total cost is estimated to be \$18.9 million and architectural and other design costs will be paid from reserves. Parking revenues (minus the student fee, which pays for RTS service) are required to be pledged for the project and the cost of parking decals for staff and faculty will need to be increased. Costs are projected to go up for four years, increasing seven percent in each of the first two years, and 5.5 percent each year in years three and four. The committee will be asked to adopt the bond resolution and recommend adoption by the Board of Trustees. In response to questions, Mr. Reynolds noted that preparation of the proposal and related documents is being coordinated closely with the Board of Governors' and Division of Bond Finance staff and UF does not expect problems as feedback has been positive.

5.0 Discussion/Informational Items

The following information items were discussed.

5.1 Quarterly Financial Update

Alan West, Assistant Vice President and University Controller, outlined the third quarter university financial statement. This statement reflects changes over last year's level due to new reporting requirements for unfunded pension liabilities (GASB 68) and the reporting of non-depreciable capital assets and construction. Total liabilities were up \$429 million due to health care cost increases and the GASB 68 requirement. Operating revenues were up \$66 million due to increases in tuition collected, performance funding, pre-eminence funding and research funding.

5.2 Construction and Maintenance Update

Curtis Reynolds, Vice President for Business Affairs, noted that some schedules may be affected by high demand-tight markets in construction and labor impacts but indicated that he will review the full list at the committee's regular meeting on June 9th.

5.3 UF Building Valuation and Property Insurance Update

Vice President for Business Affairs Reynolds reported that UF conducted a study to determine the insurance gap between what the Florida Division of Risk Management will fund and projected actual replacement costs and building values. He noted that there is a \$1.9 billion gap between what the Division of Risk Management will fund and the replacement costs. Of 900 buildings on campus, 142 have a gap larger than \$1 million. There are three options to cover this gap: insurance that does not cover named storms, insurance that does cover damage from named storms (which is significantly more expense), or a self-funded program.

5.4 JWRU Performance Contract update

Vice President Reynolds reported that there will be an update on the success of the Reitz Union energy efficiency performance contract at the June 9, 2016 committee meeting.

5.5 UFICO update

It was noted that an update on UF's investments will be provided by the University of Florida Investment Company at the June 9, 2016 committee meeting.

5.6 Employee Recognition

It was reported that a group of employees from the Business Affairs division will be formally recognized at the June 9, 2016 committee meeting.

6.0 Adjournment

It was noted that other actions and additional discussion will be brought forward at the June 9th meeting; this meeting is for preparation respecting agenda items that are ready. There being no further discussion requested, Acting Committee Chair Scott adjourned the meeting at 3:50 p.m. EDT.



**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
Committee on Finance and Facilities**

MINUTES

June 9, 2016

President's Room 215B, Emerson Alumni Hall

University of Florida, Gainesville, FL

Time Convened: 3:07 p.m. EDT

Time Adjourned: 4:05 p.m. EDT

1.0 Verification of Quorum

After a roll call, a quorum was confirmed with all members present.

Members present were:

Jason J. Rosenberg (Chair), David L. Brandon, James W. Heavener, Mori Hosseini, Rahul Patel, Steven M. Scott, Anita G. Zucker

Others present were:

Charles Lane, Sr. Vice President and Chief Operating Officer; Michael McKee, Vice President and Chief Financial Officer; Curtis Reynolds, Vice President for Business Affairs; Jamie Lewis Keith, Vice President, General Counsel and University Secretary; Jeremy Foley, University Athletic Director; William Reeser, Chief Executive Officer and Chief Investment Officer, University of Florida Investment Company (UFICO); Ed Kelly, Chief Operating Officer, UFICO; other members of the President's Cabinet, members of the University of Florida Community, and other members of the public and the media..

2.0 Call to Order and Welcome

Committee Chair, Jason J. Rosenberg called the meeting to order at 3:07 p.m. EDT.

2.1 Employee Recognition

The committee recognized the contributions of ten members of the UF Central Store Warehouse who recently won a Prudential Productivity award for their sustainability efforts. Their work to bring about energy and productivity savings in an aging facility has also been recognized nationally.

3.0 Review and Approval of Minutes

The Committee Chair asked for a motion to approve the minutes of the March 31, 2016 committee meeting, which was made by Trustee Brandon, and a seconded, which was made by Trustee Patel. The Committee Chair asked for further discussion, after which he asked for all in favor of the motion and any opposed and the motion was approved unanimously.

4.0 Action Items

The Committee considered the following action items:

FF1. FY 2015-16 Operating Budget of Revenues and Expenses and Preliminary FY 2016-17 Operating Budget of Revenues and Expenses

Vice President and Chief Financial Officer Michael McKee presented the University's Final Budget of Revenues and Expenses for the Fiscal Year Ended June 30, 2016 and the University's Preliminary Budget of Revenues and Expenses for the Fiscal Year Ended June 30, 2017. After entertaining questions, the Committee Chair asked for a motion to approve Action Item FF1 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Patel, and a second, which was made by Trustee Brandon. The Committee Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

FF2. 2017-2018 Fixed Capital Outlay Legislative Budget Request

Vice President for Business Affairs Curtis Reynolds presented this request, which is a required annual submission to the Board of Governors for UF's Fixed Capital Outlay Legislative Budget Requests. This request, also known as the PECO list, outlines funding being requested for the coming year for projects on campus including:

- A request for \$10 million in continued funding for the Norman Hall renovations
- A request for \$8.6 million in continued funding for the Nuclear Science building
- Initial funding of \$25 million for a multidisciplinary data science building
- \$30 million for utilities and infrastructure improvements

After asking for questions, the Committee Chair asked for a motion to approve Action Item FF2 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Zucker, and a second, which was made by Trustee Scott. The Committee Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

FF3. Facilities Spending Plan for State Appropriated Funds FY2016-2017

Vice President for Business Affairs Curtis Reynolds presented the legislative appropriations received by the University of Florida during the 2016 Florida Legislative session, as follows;

- (PECO) Nuclear Science Bldg. Renovations/Addition (Engineering Nexus) \$13,758,434
- (PECO) Norman Hall Remodeling/Conference Center Addition \$14,070,362
- (PECO) Maintenance/Repair/Renovations/Remodeling \$24,440,000
- (CITF) J. Wayne Reitz Union Career Resource Center (CRC) \$2,500,000

- (CITF) Rebuild of Institute of Black Culture (IBC) and the Institute of Hispanic/Latino Culture (La Casita) \$3,295,838
- (CITF) UF-Online Recruitment and Outreach Center \$68,701

He asked the Committee on Finance and Facilities to approve the facilities spending plan as submitted, as it reflects the funding received and purposes authorized.

The Committee Chair asked for a motion to approve Action Item FF3 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Patel, and a second, which was made by Trustee Zucker. The Committee Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

FF4 and R16-174. University Transportation and Parking Services Bond Issuance

Vice President for Business Affairs Curtis Reynolds presented the University’s proposal to issue fixed rate tax-exempt bonds to finance the construction of a new parking garage on the University’s main campus. The garage would add 610 new parking spaces to the core area of campus. The spaces would help offset the loss of around 1,000 parking spots in the core, and help meet an expected increased demand for parking.

He explained that the total cost is estimated to be \$18.9 million and architectural and other design costs will be paid from reserves. Parking revenues are required to be pledged for the project and will come from special events revenues, metered parking and decal revenue. Decal prices will need to be increased above the rate of inflation. Student decals will go up only \$4 per semester while faculty and staff prices will go up \$12-84 dollars (with an average increase of \$24 per semester). Trustee Mori Hosseini asked whether there was any concern expressed by Board of Governors’ or Division of Bond Finance staff and whether they support the proposal. Mr. Reynolds stated that UF is working closely with BOG and DBF staff, has been cooperating fully with them, and has had positive feedback to date on materials developed.

The committee was asked to adopt Resolution R16-174 authorizing the bond issuance, so that UF can go to the next step of seeking approval from the Board of Governors. The Committee Chair asked for a motion to approve Action Item FF4 and R16-174 for recommendation to the Board for its approval on the Consent Agenda, which was made by Trustee Hosseini and a second, which was made by Trustee Brandon,. The Committee Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

FF5 and R16-175. Naming: Exactech Arena at the Stephen C. O’Connell Center

In recognition of the significant contribution by Exactech, Inc., toward the cost of renovations at the Stephen C. O’Connell Center, the committee was asked to approve Action Item FF5 and Resolution R16-175 naming the arena the “Exactech Arena at the Stephen C. O’Connell Center.” UF Athletic Director Jeremy Foley described the company, which was founded by former UF

faculty members and employees, and which he noted is consistent with the university's mission. The committee members expressed a positive consensus.

The Committee Chair asked for a motion to approve Action Item FF5 and R16-175 for recommendation to the Board for its approval on the Non-Consent Agenda (as is the case for all facility namings), which was made by Trustee Brandon, and a second, which was made by Trustee Hosseini. The Committee Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

FF6 and R16-176. Naming: Florida Field

The committee was then asked to approve Resolution R16-176 to recognize the unique and extraordinary contributions throughout a long career of former UF football coach and Heisman Trophy winner, Steve Spurrier, by renaming Florida Field "Steve Spurrier – Florida Field." UF Athletic Director Jeremy Foley described Coach Spurrier as a person who came to UF and had a truly transformative impact of excellence—supporting all sports and people, doing things the right way and creating a culture of winning that went well beyond football. Committee members shared their memories of Coach Spurrier and enthusiastically commented about his legacy at UF and his impact on UF's quest for excellence, students and community at UF.

The Committee Chair asked for a motion to approve Action Item FF6 and R16-176 for recommendation to the Board for its approval on the Non-Consent Agenda, which was made by Trustee Patel, and a second, which was made by Trustee Zucker. The Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

FF7 and R16-178. Naming: Joseph Hernandez Hall

The Committee was asked to approve Action Item FF7 and Resolution R16-178 to name the new chemistry building "Joseph Hernandez Hall," in recognition of the generosity of UF graduate Joseph Hernandez, who made the largest gift in the history of the College of Liberal Arts and Sciences. His gift is one of the largest unrestricted departmental endowments at the University. Mr. Hernandez is a successful entrepreneur who earned three degrees at UF.

The Committee Chair asked for a motion to approve Action Item FF7 and R16-178 for recommendation to the Board for its approval on the Non-Consent Agenda, which was made enthusiastically by Trustee Hosseini, and a second, which was made gratefully by Trustee Heavener. The Chair asked for further discussion, and then asked for all in favor of the motion and any opposed, and the motion was approved unanimously.

5.0 Discussion/Informational Items

5.1 Quarterly Financial Statement

Mike McKee, Vice President and Chief Financial Officer, presented the documents, which were discussed at the June 1, 2016 Committee on Finance and Facilities conference call/meeting, and

offered to answer any questions that had not yet been addressed. Committee Chair Rosenberg asked if there were any further questions and, there were none.

5.2 Construction and Maintenance Update

Curtis Reynolds, Vice President for Business Affairs, updated the Committee on the ongoing projects at UF and on the status of critical deferred maintenance. Ongoing projects include:

- Chemistry Building, planned completion later this year
- Newell Hall, planned completion around March 2017
- Stephen C. O'Connell Center renovations, completion scheduled December 2016
- Farrior Hall Office of Student Life, completion December 2016

There were no questions.

5.3 UF Building Valuation and Property Insurance Update

Vice President for Business Affairs Curtis Reynolds provided a report regarding the study conducted by the University to determine the insurance gap between what the Florida Division of Risk Management will fund and projected actual replacement costs and building values. He noted that there is a \$1.9 billion gap between what the Division of Risk Management will fund and the replacement costs. Of 900 buildings on campus, 142 have a gap larger than \$1 million. There are three options to cover this gap: insurance that does not cover named storms, insurance that does cover damage from named storms (which is significantly more expense), or a self-funded program.

5.4 JWRU Performance Contract Update

Vice President for Business Affairs Curtis Reynolds provided a report to the committee on energy performance contracting, which covered the IFAS Entomology Building and the J.W. Reitz Student Union.

- The energy performance contract at the IFAS Entomology Building allowed \$8.3 million in improvements to be made. Energy savings had been guaranteed at a level of \$174,713 but that has been exceeded with actual savings of \$200,448.
- The contract for the Reitz Union provided \$6.5 million in improvements. Guaranteed energy savings had been set at \$373,371 and this has been exceeded with actual savings of \$506,601.
- UF, the Reitz Union and Trane have been recognized nationally for this initiative.
- UF is on track to pay off 15-20 year debts early.
- Performance contracts have proved to be a good way to address deferred maintenance issues.
- Next steps include assessing needs and determining methods to address those needs.

The slides for this report are incorporated in these minutes and are available.

5.5 UFICO Update

Chief Investment Officer William Reeser provided an update from the UF Investment Corporation (UFICO) and noted the following:

- The last quarter has proved to be challenging
- Volatility is much higher now than a decade ago
- The S&P 500 declined almost 5% in January
- Endowment performance in the quarter ending March 31 showed a 1.2 percent decline
- Hedge strategies and natural resource investments were biggest detractors

Slides of this presentation are incorporated in the minutes and are available.

6.0 New Business

There was no new business.

7.0 Adjourn

After asking for further discussion and hearing none, Chair Rosenberg asked for a motion to adjourn, which was made by Trustee Brandon, and a second which was made by Trustee Heavener, and with no further discussion desired, the motion was passed unanimously and the University of Florida Committee on Finance and Facilities meeting was adjourned at 4:05 p.m. EDT.



**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES
COMMITTEE ACTION ITEM FF1
September 1, 2016**

SUBJECT: Approval of sale of certain state-owned real property located in Gadsden County, Florida

BACKGROUND INFORMATION

The University of Florida Institute of Food and Agricultural Sciences (UF/IFAS) currently manages approximately 980 acres of land located in Gadsden County, as depicted on the map attached as Exhibit "A". The property is used by the UF/IFAS North Florida Research and Education Center (NFREC). The programs at NFREC involve a diverse range of crops and plants, including vegetables, row crops, forages, ornamentals, tree fruits, and forests for pulp, fiber, and energy. The research and extension efforts at NFREC include production and management, breeding, variety evaluations, pest management, nutrient management, irrigation management, weed control, and wildlife management. UF/IFAS currently leases the subject property from the Board of Trustees of the Internal Improvement Trust Fund ("TIITF"), the entity which owns state lands. Pursuant to Chapter 90-148, Laws of Florida, TIITF may, upon the University's request, sell state agricultural research and education property and deposit the proceeds from such sale in a special trust fund to be used for the relocation or construction of new agricultural research and education facilities. UF/IFAS proposes requesting that TIITF sell the 30 acre portion of the NFREC property located south of I-10 and disjoined from the bulk of the NFREC property. The sale will be conducted in accordance with the regulations and procedures of the TIITF and applicable laws. Proceeds from the sale will be deposited into the UF/IFAS Relocation and Construction Trust Fund, and UF/IFAS will utilize such proceeds for relocation or construction of new agricultural research and education facilities at the NFREC, primarily new laboratory and storage space, and to renovate current office space.

PROPOSED COMMITTEE ACTION

The Committee on Finance and Facilities is asked to approve the request for the Board of Trustees of the Internal Improvement Trust Fund to sell approximately 30 acres of the UF/IFAS North Florida Research and Education Center located in Gadsden County, Florida, and to authorize the President or the Senior Vice President for Agriculture and Natural Resources as

his designee, acting singly, to perform all acts and execute all documents necessary or desirable and in the interests of the University, in the President's or designee's judgment, in connection with the sale, for recommendation to the Board of Trustees for its approval on the Consent Agenda.

ADDITIONAL COMMITTEE CONSIDERATIONS

None. TIITF approval is required. Board of Governors' approval is not required.

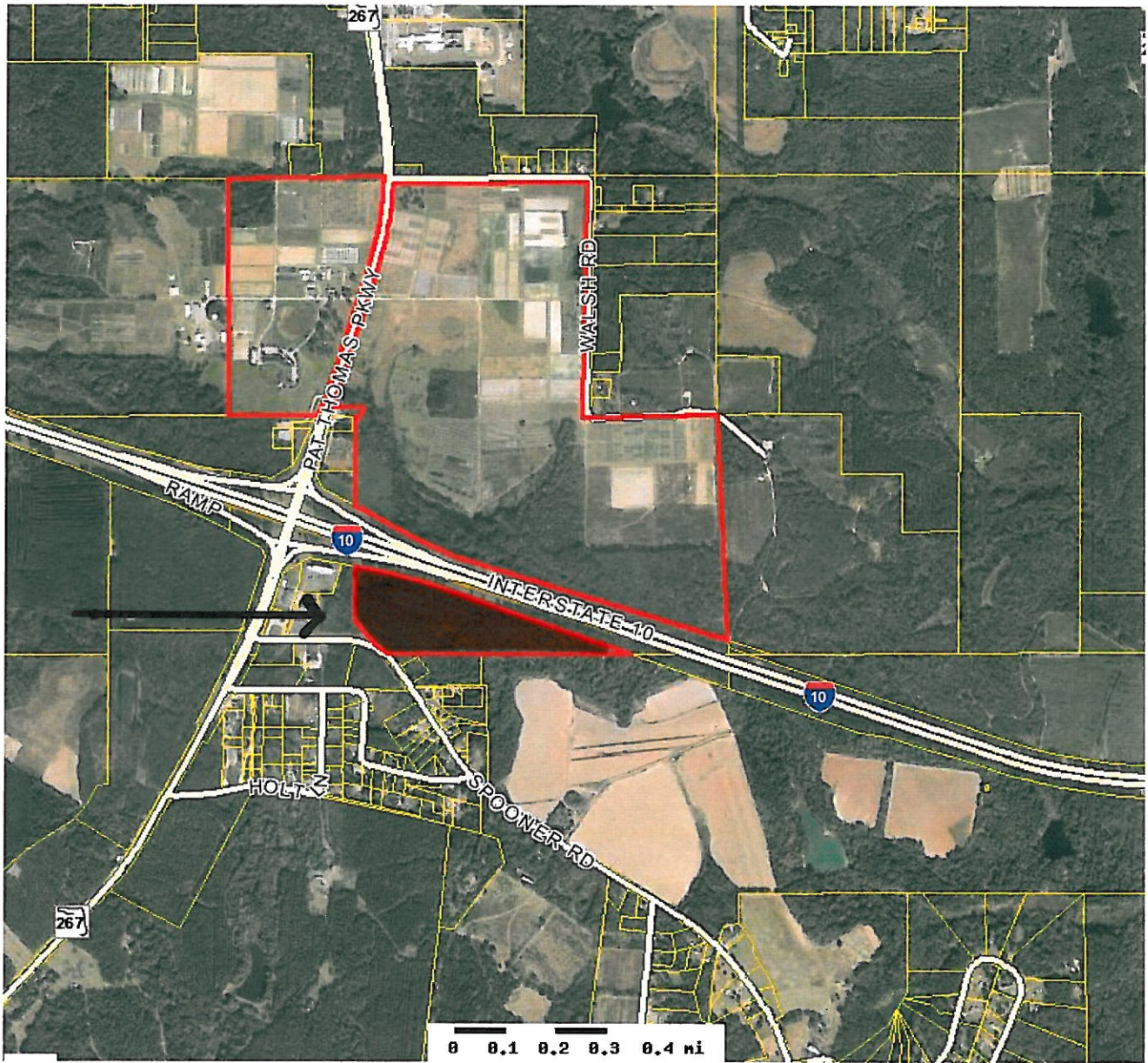
Supporting Documentation Included: [Location Map in Exhibit A](#), which is attached.

Submitted by: Dr. Jack M. Payne, Senior Vice President for Agriculture and Natural Resources

Approved by the University of Florida Board of Trustees, September 1, 2016

James W. Heavener, Chair

W. Kent Fuchs, President and Corporate Secretary



Gadsden County Property Appraiser			
Parcel: 3-25-2N-4W-0000-00400-0000 Acres: 413.88			
Name:	TIITF/UNIVERSITY OF FLORIDA	Land Value	1,034,700
Site:	175 RESEARCH RD	Building Value	1,725,650
Sale:	0 on 01-1901 Reason=U Qual=N	Misc Value	112,840
Mail:	UF AGRICULTURAL EXPERIMENT STATION C/O DEP 3900 COMMONWEALTH BLVD TALLAHASSEE, FL 32399	Just Value	2,873,190
		Assessed Value	2,873,190
		Exempt Value	2,873,190
		Taxable Value	0



The Gadsden County Property Appraiser's Office makes every effort to produce the most accurate information possible. No warranties, expressed or implied, are provided for the data herein, its use or interpretation. The assessment information is from the last certified taxroll. All data is subject to change before the next certified taxroll. PLEASE NOTE THAT THE PROPERTY APPRAISER MAPS ARE FOR ASSESSMENT PURPOSES ONLY NEITHER GADSDEN COUNTY NOR ITS EMPLOYEES ASSUME RESPONSIBILITY FOR ERRORS OR OMISSIONS ---THIS IS NOT A SURVEY---

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**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES
COMMITTEE ACTION ITEM FF2
September 1, 2016**

SUBJECT: Approval of Real Property Sublease

BACKGROUND INFORMATION

Under Lease Number 3669 (the "Lease"), the University leases from the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida ("TIITF") land and a building located at 1699 SW 16th Avenue, Gainesville, Florida (the "Building"). The Building is used by the College of Medicine for office and clinical operations related to pediatric healthcare.

The Children's Advocacy Center, a state-funded, private, non-profit organization, provides services for abused children in coordination with the College of Medicine's Child Protection Team. In order to utilize synergistic resources between the two groups, the Florida Department of Health has recommended the Children's Advocacy Center and Child Protection Team co-locate to enhance the efficient delivery of services to abused children. It is proposed that the University sublease to the Children's Advocacy Center approximately 2,451 square feet on the second floor of the Building, as shown in Exhibit "A", for clinical and administrative uses in support of its programs in conjunction with the College of Medicine's Child Protection Team.

In accordance with the terms of the Lease, the University must obtain TIITF's consent prior to subleasing any portion of the Building. Additionally, if the proposed sublease is approved by the University Board of Trustees, the transaction will be submitted to the Department of Environmental Protection ("DEP") for TIITF's approval. The University has complied, or will comply, with all requirements relating to the sublease of property that arise from the Florida Statutes and DEP regulations/procedures.

PROPOSED COMMITTEE ACTION

The Committee on Finance and Facilities is asked to approve for recommendation to the Board of Trustees for its approval on the Consent Agenda: (a) the University's sublease of the subject real property in Gainesville, Florida shown in Exhibit A and described above to the Children's Advocacy Center; and (b) authorization of the University President or Senior Vice President and

Chief Operating Office, his designee, acting singly, to perform all acts and execute all documents necessary or desirable and in the interests of the University, in the President's or designee's judgment, in connection with the sublease to The Children's Advocacy Center.

ADDITIONAL COMMITTEE CONSIDERATIONS

No significant policy issues are noted in this action. Approval by the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida is required. Board of Governors' approval is not required.

Supporting Documentation Included: See attached Exhibit A premises plan.

Submitted by: Dr. Charles E. Lane, Senior Vice President and Chief Operating Office

Approved by the University of Florida Board of Trustees, September 1, 2016

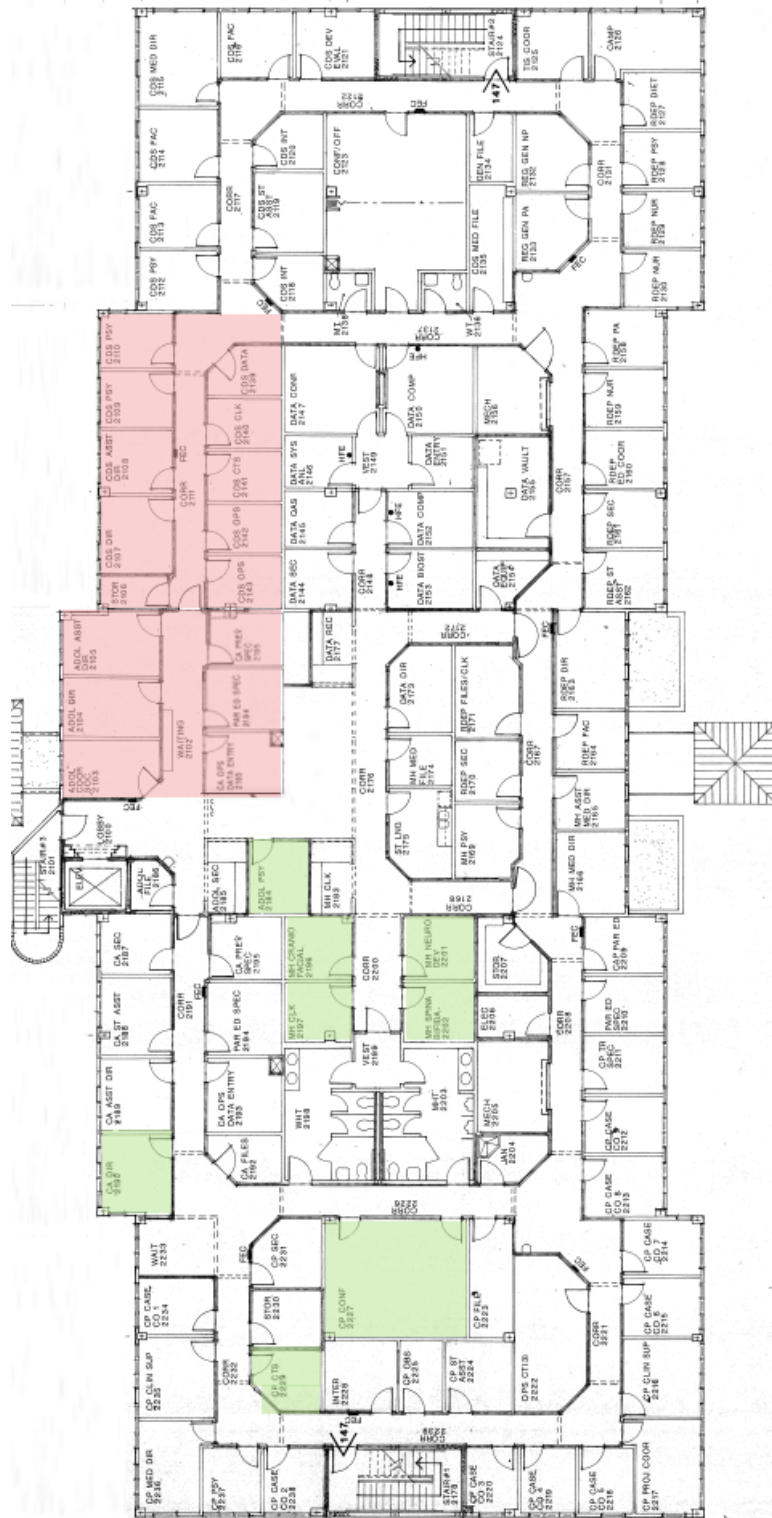
James W. Heavener, Chair

W. Kent Fuchs, President and Corporate Secretary

EXHIBIT "A"

LOCATION OF PROPOSED SUBLEASE 1699 SW 2ND AVENUE, 2ND FLOOR

- Dedicated subleased premises shown in red
- Shared subleased spaces shown in green





**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES
COMMITTEE ACTION ITEM FF3
September 1, 2016**

SUBJECT: Approval of Agreement with Duke Energy Florida, Inc.

BACKGROUND INFORMATION

Under an arrangement with the University of Florida entered into over 24 years ago, Duke Energy Florida, Inc. ("DEF"), currently owns and operates the co-generation facility on main campus and sells the University both electricity and steam. The agreement governing this arrangement expired in December of 2014, but the parties have maintained the status quo while a new agreement was negotiated.

As the current agreement expired, the University considered several options with respect to its relationship with DEF and, rather than extend the current agreement, the University ultimately decided that it prefers a new arrangement which allows the University to (i) relocate/reconstruct the existing electrical substation and other aging physical plant facilities near the Health Sciences Center to create additional useful space and resolve certain deferred maintenance issues; (ii) have the existing co-generation facility site restored to a greenfield condition at DEF's cost; (iii) address specific operational and service issues in order to account for changed circumstances since the current agreement was executed; and (iv) leverage the University's unique position in order to maximize the financial outcomes of its relationship with DEF, achieved by DEF's substantial payments and incurrence of major costs associated with the arrangement.

After extensive consideration of the University's various options, with assistance from internal and external experts, and a determination of the University's priorities and needs, the University and DEF have tentatively agreed to the arrangement summarized in Exhibit "A" attached hereto (the "Term Sheet"), pending Board of Trustees' approval. A map, depicting the subject locations on campus, is also included for reference as Exhibit "B" attached hereto.

Other implications to the University resulting from the proposed arrangement described in the Term Sheet, in addition to the benefits outlined above, can be briefly summarized as follows:

- A \$55 million payment by DEF creates immediately available funds to cover the University's portion of the new substation interconnection, as well as funds to invest in capital renewal of steam and chilled water production and associated infrastructure, thus helping to address some deferred maintenance issues.
- The arrangement will not alter the University's status as a retail electrical customer of DEF.
- DEF will be responsible for the costs of relocating the substation and transmission lines, and there will be a revised formula for pricing the provision of steam to the University that we anticipate will result in substantial savings (which could be as much as \$1 million per year).

Certain University Master Plan amendments may be needed depending on the final location of the DEF easements (as identified in the Term Sheet), and this will be evaluated and addressed if needed. The proposed arrangement with DEF is the first phase in a two-phase process, with each phase dependent upon the other, aimed at expanding utility systems to support future University growth, constructing new and more efficient physical plant facilities, and addressing substantial deferred maintenance issues. University leadership is currently exploring several different scenarios with respect to the second phase of this process (which will involve a determination of the most desirable operational and financial outcomes) concerning investment in new physical plant facilities that will create greater utility capacity, more flexible and reliable utility operations, efficiency gains, and anticipated long-term savings to the University. Leadership will present its findings on these matters to the Board of Trustees at a future meeting.

PROPOSED COMMITTEE ACTION

The Committee on Finance and Facilities is asked to approve for recommendation to the UF Board of Trustees for its approval on the Consent Agenda: (i) the University's entering into an agreement with DEF incorporating the terms set forth on the Term Sheet attached hereto as Exhibit "A", as well as other terms and conditions not inconsistent with the Term Sheet, which an official of the University authorized in clause (iii) below deems necessary or prudent in the interests of the University (the "Agreement"); (ii) a request to the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida for its granting of, and the approval of, easements to DEF as generally described on the Term Sheet, and/or any easements to DEF that such authorized official of the University deems necessary or prudent and in accordance with the final Agreement; and (iii) authorization of the University President and Senior Vice President and Chief Operating Officer, as the President's designee, acting singly, to perform all acts and execute all documents necessary or desirable and in the interests of the University, in the President's or designee's judgment, in connection with the Agreement with DEF.

ADDITIONAL COMMITTEE CONSIDERATIONS

No significant policy issues are noted in this action. The Board of Trustees of the Internal Improvement Trust Fund of the State of Florida will be the entity responsible for finally

approving and granting the required easements to DEF. Board of Governors' approval is not required.

Supporting Documentation Included: See attached Term Sheet and [reference map](#)

Submitted by: Curtis A. Reynolds, Vice President for Business Affairs

Approved by the University of Florida Board of Trustees, September 1, 2016

James W. Heavener, Chair

W. Kent Fuchs, President and Corporate Secretary

EXHIBIT “A”

**TERM SHEET
PROPOSED AGREEMENT BETWEEN UF AND DEF**

- University will receive:
 - Payment from DEF of \$55M as consideration for easements on campus necessary to address transmission issues within the DEF system
 - At the University’s option, removal of existing co-generation facility and restoration of site to greenfield condition (at DEF’s cost) by end of 2023
 - Relocation of existing electrical substation adjacent to co-generation facility to a site of University’s choosing, freeing up more desirable space in existing location
 - Construction of a new electrical substation, at DEF’s expense, with upgraded and more reliable equipment
 - Guaranteed continued steam service from DEF. There will be a revised formula for pricing the provision of steam to the University that we anticipate will result in substantial savings (which could be as much as \$1 million per year) through 2021.
 - Relocation of DEF transmission lines near the intersection of SW 34th Street and Hull Rd. (at DEF’s cost), allowing for easier development of vacant University property at the northwest corner of the intersection
 - DEF’s cooperation and participation with University in renewable energy solutions

- DEF will receive:
 - University’s approval of, and consent to, the State’s granting of fifty-year easements for (i) the existing DEF Hull Rd. electrical substation; (ii) certain existing DEF high-voltage transmission traversing campus (neither of the foregoing currently have associated easement rights); and (iii) the location associated with the proposed new electrical substation (exact locations and legal descriptions are still being determined)
 - University’s approval of and consent to the State’s modification of DEF’s existing easements on Hull Road west of 34th Street to accommodate upgraded DEF poles/equipment

PROPOSED UTILITY EASEMENT

RECOVERED EASEMENT





**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES
COMMITTEE ACTION ITEM FF4 and R16-181
September 1, 2016**

SUBJECT: Resolution R16-181 -Amendment to R04-21, as amended by R10-69, as amended by R11-91, as amended by R12-103, as amended by R13-125, as amended by R14-137, as amended by R15-154 - Depository Payment Signatory Authority

BACKGROUND INFORMATION

Section 1011.42(7), Florida Statutes, requires that the University of Florida Board of Trustees specifically designate in the minutes of the Board the name and position title of any University employee authorized to sign checks and make payments from the University’s depositories to pay legal obligations of the University. The University desires to update the list of authorized signatories for checks, payments and transfers of funds.

PROPOSED COMMITTEE ACTION

The Committee on Finance and Facilities is asked to approve Resolution R16-181 updating the list of designated signatories authorized to sign checks and make payments from, and to transfer funds to, within or between, depository accounts on behalf of the University of Florida for recommendation to the Board of Trustees for approval on the Consent Agenda.

ADDITIONAL COMMITTEE CONSIDERATIONS

Board of Governors approval is not required.

Supporting Documentation Included: See attached [Resolution R16-181](#).

Submitted by: Michael V. McKee, Vice President and Chief Financial Officer

Approved by the University of Florida Board of Trustees, September 1, 2016.

James W. Heavener, Chair

W. Kent Fuchs, President and Corporate Secretary



**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
RESOLUTION**

Number: R16-181

Subject: Resolution R16-181 -Amendment to R04-21, as amended by R10-69, as amended by R11-91, as amended by R12-103, as amended by R13-125, as amended by R14-137, as amended by R15-154- Depository Payment Signatory Authority

Date: September 1, 2016

WHEREAS, the University of Florida Board of Trustees (the “Trustees”) adopted Resolution R04-21, as amended by Resolution R10-69, Resolution R11-91, Resolution R12-103, Resolution R13-125, Resolution R14-137, and Resolution R15-154 setting forth depositories designated for deposit of funds for the University of Florida (the “University”) and authorized signatories respecting said accounts on behalf of the University, all as required pursuant to Section 1011.42(7), Florida Statutes; and

WHEREAS, the University desires to update the list of authorized signatories for checks, payments and transfers of funds respecting the depositories designated for deposit of funds for the University pursuant to this Resolution which amends and restates in their entirety the cited prior Resolutions’ authorized signatories on such depositories on behalf of the University;

NOW THEREFORE, BE IT RESOLVED, that pursuant to Section 1011.42(7), Florida Statutes:

- (1) The University employees listed on **Attachment A** attached hereto are each singly hereby authorized, on behalf of the University, in connection with the depository account(s) specified for the relevant employee, to sign checks and make payments of legal obligations of the University from, and to transfer funds to, within or between, depositories for investment or payment of expenditures of the University, including signing related documentation, for so long as such employee is employed by the University in the specified position or until such time as such authority is terminated by the Board of Trustees or by the

President of the University or his designee with notice to the Trustees, provided, however, that the Vice President and Chief Financial Officer in consultation with the Chief Audit Executive shall approve internal controls for withdrawals and transfers of funds; and

(2) The University employees designated for removal of signatory authority on **Attachment A** are removed as authorized signatories for the Wells Fargo N.A., Citibank and Banca Intesa accounts, as applicable.

To the extent this Resolution conflicts with any prior Resolutions, including Resolutions R04-21, R10-69, R11-91, R12-103, R13-125, R14-137, or R15-154 the terms of this Resolution shall control.

Adopted this 1st day of September, 2016, by the University of Florida Board of Trustees.

James W. Heavener, Chair

W. Kent Fuchs President
and Corporate Secretary

Attachment A
to University of Florida Board of Trustees Resolution
Resolution R16-181

(1) Depositories:

- Wells Fargo Bank, N.A.
- Banca Intesa – UF Vicenza Institute of Architecture
- Citibank, N.A. -prepaid bank cards

(2) Signature Authority:

- Wells Fargo Bank, N.A.

All accounts:

Michael V. McKee, Vice President and Chief Financial Officer

Alan M. West, Assistant Vice President and University Controller

Cashiers account:

Jiachun Zhan, Assistant Controller

Elizabeth Johnson, Accountant 3

Karen Gillespie, Sr. Administrative Assistant

Hema Patel, Fiscal Assistant 3

Multi-Currency account:

Jiachun Zhan, Assistant Controller

Elizabeth Johnson, Accountant 3

Advantage Fund -Conservative account:

Jiachun Zhan, Assistant Controller

Elizabeth Johnson, Accountant 3

- Banca Intesa

Franca Stocco, Director, Vicenza Institute of Architecture

Jason Alread, Director, School of Architecture

Chinemelu Anumba, Dean, College of Design, Construction and Planning *

- Citibank, N.A.

Michael V. McKee, Vice President and Chief Financial Officer

Alan M. West, Assistant Vice President and University Controller

Jiachun Zhan, Assistant Controller

Elizabeth Johnson, Accountant 3

Remove Signature Authority:

- Banca Intesa

Christopher Silver, Dean of Design, Construction and Planning

- Wells Fargo Bank, N.A.

Cashiers account:

Tracey Woods, Accounting Coordinator 3

Robin Levine, Accounting Specialist

Multi-Currency account:

Tracey Woods, Accounting Coordinator 3

Advantage Fund -Conservative account:

Tracey Woods, Accounting Coordinator 3

- Citibank,N.A.
Tracey Woods, Accounting Coordinator 3

* Added since R15-154. All other signatories remain the same. However, Alan M. West has a new title (Assistant Vice President and University Controller).



**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES
COMMITTEE ACTION ITEM FF5
September 1, 2016**

SUBJECT: Amendment to 2017-2018 Fixed Capital Outlay Legislative Budget Request

BACKGROUND INFORMATION

The Board of Trustees initially approved the 2017-2018 Fixed Capital Outlay Legislative Budget Request during the June 9, 2016 meeting for an August 1st submission to the Board of Governors. Subsequently, the Board of Governors has requested that the University’s 2017 - 2018 Capital Improvement Trust Fund (CITF) priorities be included in the CIP-2 Master list due to the possibility of approval of bonding the CITF funding stream in the coming legislative session.

Student Affairs in coordination with Student Government has identified the following CITF proposed project designation as priority for the 2017-2018 CITF;

- UF Health and Recreation Center
- Institute of Black Culture and Hispanic/Latino Culture

PROPOSED COMMITTEE ACTION

Approval by the Committee on Finance and Facilities, for recommendation to the full Board of Trustees for its approval on the Consent Agenda, of an amended 2017-2018 Fixed Capital Outlay Legislative Budget Request to add the attached University’s Capital Improvement Trust Fund project list (rebuild the Institute of Black Culture and Institute of Hispanic/Latino Culture; UF Health and Recreation Center), for submission by the University of Florida to the Florida Board of Governors.

ADDITIONAL COMMITTEE CONSIDERATIONS

Board of Governors approval is required.

Supporting Documentation Included: (CIP-2) [Five Year Capital Improvement Plan, CITF Project Information Worksheets](#)

Submitted by: Curtis A. Reynolds, Vice President for Business Affairs

Approved by the University of Florida Board of Trustees, September 1, 2016.

James W. Heavener, Chair

W. Kent Fuchs, President and Corporate Secretary

STATE UNIVERSITY SYSTEM
Five-Year Capital Improvement Plan (CIP-2) and Legislative Budget Request
 Fiscal Years 2017-18 through 2021-22

University - [University of Florida](#)

PECO-ELIGIBLE PROJECT REQUESTS

Priority No	Project Title	2017-18	2018-19	2019-20	2020-21	2021-22	Academic or Other Programs to Benefit from Projects	Net Assignable Square Feet (NASF)	Gross Square Feet (GSF)	Project Cost	Project Cost Per GSF (Proj. Cost/ GSF)	Educational Plant Survey Recommended Date/Rec No.	Approved by Law - Include GAA reference
		Year 1	Year 2	Year 3	Year 4	Year 5							
1	UTILITIES/INFRASTRUCTURE IMPROVEMENTS (P,C,E), (P,C,E), (P,C,E), (P,C,E), (P,C,E)	30,000,000	30,000,000	30,000,000	30,000,000	30,000,000	ALL	N/A	N/A	150,000,000	N/A	SR3., SR4. - 3/4/2015	
2	NUCLEAR SCIENCE BUILDING RENOVATIONS/ADDITION (ENGINEERING NEXUS) (P,C), (C), (CE)	8,650,000					ENGINEERING	55,592	87,192	55,400,000	\$ 635	2.1, 3.1 - 3/4/2015	
3	NORMAN HALL REMODELING/CONFERENCE CENTER ADDITION(P,C), (C), (CE)	10,387,950	7,000,000				EDUCATION	64,982	66,642	31,458,312	\$ 472	2.2, 3.2 - 3/4/2015	
4	MULTIDISCIPLINARY INFORMATION TECHNOLOGY DATA SCIENCE BUILDING (P,C,E)	25,000,000	25,000,000	19,800,000			ENGINEERING	85,000	134,600	69,800,000	\$ 519	3)-Supp Surv. Requested	
5	FLORIDA NATURAL HISTORY MUSEUM BIODIVERSITY AND SPECIAL COLLECTIONS FACILITY(P,C,E)		10,000,000	22,800,000			ALL	34,250	51,995	32,800,000	\$ 631	Supp Surv. Requested	
6	IFAS ACADEMIC BUILDING(P,C,E)		8,000,000	7,868,900			IFAS	26,250	33,725	15,868,900	\$ 521	Supp Surv. Requested	
7	DENTAL SCIENCE BUILDING ADDITION AND RENOVATIONS (P), (C), (CE)			25,000,000	16,500,000	16,500,000	DENTISTRY	175,600	199,220	74,485,500	\$ 374	3)-Supp Surv. Requested	
8	CLAS LIFE SCIENCES (P,C), (C), (CE)				14,000,000	20,000,000	CLAS	52,850	83,780	52,000,000	\$ 621	3.8 - 3/4/2015	
9	WHITNEY CENTER FOR MARINE ANIMAL HEALTH (P,C), (CE)				11,682,000	8,118,000	CLAS/HSC/IFAS/ENG	23,395	36,225	19,800,000	\$ 547	6.2 - 3/4/2015	
10	PUBLIC SAFETY BLDG. (P), (C)				8,500,000	17,300,000	ALL	43,164	57,294	25,800,000	\$ 450	2.7, 3.4 - 3/4/2015	
11	IFAS NATURAL RESOURCES BUILDING (PC)					23,000,000	IFAS	58,420	92,060	42,200,000	\$ 458	3.5 - 3/4/2015	
12	PSYCHOLOGY BUILDING REMODELING AND ADDITION (PC)					13,800,000	PSY	74,332	101,552	55,600,000	\$ 548	2.9,3.6 - 3/4/2015	
13	ROLFS HALL RENOVATION/RESTORATION (P,C,E)					14,000,000	CLAS/IFAS/E&G	41,336	41,336	14,000,000	\$ 339	2.10 - 3/4/2015	
14	WEIL HALL REMODELING, PHASE II (P,C), (C), (CE)					14,322,684	ENGINEERING	55,156	55,156	35,520,257	\$ 644	2.11 - 3/4/2015	
15	MCCARTY HALL - A,B,D RENOVATIONS (P), (C), (CE)					35,293,500	IFAS	149,561	149,561	35,293,500	\$ 236	2.4,5,6 - 3/4/2015	
16	ENVIRONMENTAL HEALTH & SCIENCES BUILDING (P,C,E)					45,000,000	CVM	54,000	90,000	45,000,000	\$ 500	3.7 - 3/4/2015	
17	MUSIC BUILDING RENOVATION (P,C,E)					18,250,000	FINE ARTS	55,411	69,645	18,250,000	\$ 262	2.12 - 3/4/2015	
18	TROPICAL RESEARCH AND EDUCATION CENTER(P,C,E)					6,000,000	IFAS	7,170	11,515	6,000,000	\$ 521	4.2 - 3/4/2015	
TOTAL		74,037,950	80,000,000	105,468,900	80,682,000	261,584,184							

CITF PROJECT REQUESTS

Project Title	Year 1	Year 2	Year 3	Year 4	Year 5	Academic or Other Programs to Benefit from Projects	Net Assignable Square Feet (NASF)	Gross Square Feet (GSF)	Project Cost	Project Cost Per GSF (Proj. Cost/ GSF)	Committee Approval Date
REBUILD OF INSTITUTE OF BLACK CULTURE (IBC) AND INSTITUTE OF HISPANIC/LATINO CULTURE (L	2,000,000					STUDENT AFFAIRS	9,900	12,370	5,295,838	\$ 428	April 2016
UF HEALTH & RECREATION CENTER (P,C,E)	92,953,014					STUDENT AFFAIRS/HS	180,500	234,530	92,953,014	\$ 396	April 2016
TOTAL	94,953,014	0	0	0	0						

REQUESTS FROM OTHER STATE SOURCES

Project	Year 1	Year 2	Year 3	Year 4	Year 5	Academic or Other Programs to Benefit from Projects	Net Assignable Square Feet (NASF)	Gross Square Feet (GSF)	Project Cost	Project Cost Per GSF (Proj. Cost/ GSF)
PK YONGE DEVELOPMENTAL RESEARCH SCHOOL - PHASE 2 (P,C,E)	18,730,900					EDUCATION	45,800	59,000	18,730,900	\$ 317
JOINT USE LIBRARY STORAGE FACILITY (C,E)	17,957,488	6,685,000	1,399,650			SUS	57,650	62,970	28,059,650	\$ 446
TOTAL	36,688,388	6,685,000	1,399,650	0	0					

REQUESTS FROM NON-STATE SOURCES, INCLUDING DEBT

Project	Year 1	Year 2	Year 3	Year 4	Year 5	Academic or Other Programs to Benefit from Projects	Net Assignable Square Feet (NASF)	Gross Square Feet (GSF)	Project Cost	Project Cost Per GSF (Proj. Cost/ GSF)	Expected Source of Funding (if known)	Master Plan Approval Date
TOTAL	0	0	0	0	0							

**STATE UNIVERSITY SYSTEM
2017-18 CAPITAL IMPROVEMENT FEE PROJECT LIST
PROJECT INFORMATION SHEET**

University: University of Florida

Site Name: Main Campus
(Main Campus, Branch Name, etc.)

Project Name: 13 Street Health and Recreation Center

Project Description:

The proposed University of Florida 13th Street Health and Recreation Center will be an approximately 235,000 GSF mixed use facility that will replace the original 1931 UF Infirmary and provide a new recreation component serving densely populated student areas along the east area of campus.

The need for indoor recreation space has reached a critical level for students on the east side of campus as population growth as occurred with the addition of two residence halls; new apartment complexes as well as others planned northeast, southeast and east of campus; and, the return of students to the properties between NW 13th Street and downtown Gainesville. UF currently has less than 45% of the indoor recreation space for our enrollment based on the Space Planning Guidelines for Campus Recreational Sport Facilities produced by NIRSA: Leaders in Collegiate Recreation.

The existing UF Infirmary Building is in need of replacement and is woefully inadequate in serving the needs of the student population. The current facility has outdated exam and clinical spaces, insufficient medical technology infrastructure, and poor accessibility to off-campus students.

Project Funding:

Extraordinary or unusual on-site/off-site cost(s) included in project cost (item & cost)

Project Cost Detail:	<u>Amount</u>
Construction	\$70,420,000
Professional Fees	\$ 5,633,600
Resident Supervision	
Artwork (if applicable)	\$ 100,000
Equipment	\$ 9,858,800
Contingency	<u>\$ 6,940,600</u>
Total Project Cost	<u>\$ 92,953,000</u>

Gross Square Feet: 234,530
 Net Assignable Square Feet: 180,500
 (Indicate total NASF and report by type on space inventory form)
 Construction Cost per GSF: \$316
 Project Cost per GSF: \$396

Operational Funding for Facility*: Student Activity & Service Fee; Student Health Fee; Auxiliary funds

*Identify the specific revenue source that will be made available to fund the cost of operating any additional facilities provided by the proposed **2016-2017** appropriation.

Funding by Year

Fiscal Year	Source	Amount
2013-14		
2014-15		
2015-16		
2016-17		
2017-18	Bonds	\$92,953,000
	Total	\$92,953,000

Key Project Schedule Dates:

- September, 2016 Submission of Building Program
- TBD Advertisement for Design Contract
- TBD Advertisement for Construction Contract
- TBD Issue Purchase Orders for Furniture and Equipment
- TBD Occupancy

Private Activity Space:

(Please include if more than 5% of space includes Unrelated Business Income {UBI})

Description: _____ NA _____

Project Private Activity Cost: _____

Name of Private User: _____

**STATE UNIVERSITY SYSTEM
2017-18 CAPITAL IMPROVEMENT FEE PROJECT LIST
PROJECT INFORMATION SHEET**

University: University of Florida

Site Name: Main Campus
(Main Campus, Branch Name, etc.)

Project Name: Rebuild of Institute of Black Culture (IBC) and Institute of Hispanic/Latino Culture (La Casita)

Project Description:

(Should include the name of the building, work to be accomplished, whether the project is remodeling, renovation, expansion or site improvement as well as the programs or activities to benefit from the project)

UF Campus Building 874 – Institute of Black Culture and Building 880 – Institute of Hispanic/Latin Culture will be either remodeled/renovated, or possibly be demolished and rebuilt in an effort to make a more usable space for the programmatic needs that have outgrown their current facilities. These facilities have numerous safety issues and code violations which will impact the decision(s) made to safely accommodate these programs.

Each Institute has signature programs and serve as the hosts of significant University-wide initiatives and/or Town Halls, weekly and monthly programs, trainings, and events that speak to the multifaceted experiences of African Americans and Hispanic and Latino Americans. Also, each Institute serves as a focal point and resource in the wake of community crisis. These situational meetings are contingent upon current events impacting the UF student population or their larger cultural groups in the US and around the world.

While some usage is from returning students or staff, a slow week can see 375-500 students per institute. A normal week will see 450-650 students per institute and special weeks (be it crisis, finals, signature events, and/or cultural celebrations) that number can balloon anywhere from 750-1100 students in a week. In each instance, there are a significant number of new students using the Institutes each week.

Finally, these numbers include monthly cultural workshops, semester events (which include Open Houses, Festivals, etc.), and yearly events that include annual alumni events (ABA and AHA), Homecoming, and Conferences with well over 500 people coming in and out throughout a single day.

Project Funding:

Extraordinary or unusual on-site/off-site cost(s) included in project cost (item & cost)

Project Cost Detail:	<u>Amount</u>	
Construction	\$ 3,900,000	
Professional Fees	373,800	
Other Impact Fees	489,200	Gross Square Feet: _____12,370_____
Artwork (if applicable)		Net Assignable Square Feet: _____9,900_____
Equipment	143,638	(Indicate total NASF and report by type on space inventory form)
Contingency	389,200	Construction Cost per GSF: _____315_____
Total Project Cost	5,295,838	Project Cost per GSF: _____428_____

Operational Funding for Facility*: New Space PO&M LBR (State E&G)

*Identify the specific revenue source that will be made available to fund the cost of operating any additional facilities provided by the proposed **2016-2017** appropriation.

Funding by Year

Fiscal Year	Source	Amount
2013-14		
2014-15		
2015-16		
2016-17	CITF	3,295,838
2017-18	CITF	2,000,000
	Total	5,295,838

Key Project Schedule Dates:

- _____7/21/2016_____ Submission of Building Program
- _____8/6/2016_____ Advertisement for Design Contract
- _____8/20/2016_____ Advertisement for Construction Contract
- _____11/1/2017_____ Issue Purchase Orders for Furniture and Equipment
- _____1/31/2018_____ Occupancy

Private Activity Space:

(Please include if more than 5% of space includes Unrelated Business Income {UBI})

Description: _____NA_____

Project Private Activity Cost: _____

Name of Private User: _____



**UNIVERSITY OF FLORIDA BOARD OF TRUSTEES
COMMITTEE ON FINANCE AND FACILITIES
COMMITTEE ACTION ITEM FF6
September 1, 2016**

SUBJECT: Approval of Easements to Florida Department of Transportation

BACKGROUND INFORMATION

Under Lease Number 2734 (the "Lease"), the University leases from the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida ("TIITF") land comprising the main campus of the University in Gainesville, Florida, which land extends, in part, to the north side of the right-of-way of Archer Road/State Road 24.

The Florida Department of Transportation ("FDOT"), in coordination with the City of Gainesville, proposes to replace certain overhead wire-suspended traffic signals with mast arm signals on Archer Road at the intersections of Gale Lemerand Drive, Center Drive, and the entrance to Shands Hospital, and such locations are shown on the attached Exhibit "A". In order to provide for the proper placement of the bases of the mast arms, FDOT is requesting five easements totaling an estimated 3,216 square feet (0.07 acres) across the depicted locations. The final easement locations, square footage, and legal descriptions will be determined by an authorized University official. These easement agreement(s) will be between TIITF as grantor and FDOT as grantee.

In accordance with the terms of the Lease and TIITF procedures, the University must recommend to TIITF that easements on real property subject to the Lease be granted prior to TIITF granting such easements. If the proposed easements are approved by the University Board of Trustees, the appropriate recommendation will be submitted to the Department of Environmental Protection ("DEP") for TIITF's approval. The University has complied, or will comply, with all requirements relating to the granting of easements that arise from the Florida Statutes and DEP regulations/procedures.

PROPOSED COMMITTEE ACTION

The Committee on Finance and Facilities is asked to approve for recommendation to the Board of Trustees for its approval on the Consent Agenda: (a) the University's recommendation to TIITF

of the above described easements; and (b) authorization of the University President or Senior Vice President and Chief Operating Officer, his designee, acting singly, to perform all acts and execute all documents necessary or desirable and in the interests of the University, in the President's or designee's judgment, in connection with the recommendation for and granting of the easements, including, but not limited to, the final determination of easement locations, square footage, and legal descriptions.

ADDITIONAL COMMITTEE CONSIDERATIONS

No significant policy issues are noted in this action. Approval by the Board of Trustees of the Internal Improvement Trust Fund of the State of Florida is required to grant the easements. Board of Governors' approval is not required.

Supporting Documentation Included: See attached Exhibit A, aerial of proposed easement locations.

Submitted by: Dr. Charles E. Lane, Senior Vice President and Chief Operating Officer

Approved by the University of Florida Board of Trustees, September 1, 2016

James W. Heavener, Chair

W. Kent Fuchs, President and Corporate Secretary

EXHIBIT "A"
LOCATION OF PROPOSED EASEMENTS
SW ARCHER ROAD, GAINESVILLE, FLORIDA

- Proposed easements are shown in yellow; not to scale

