

Minutes
Special Board of Trustees Meeting
Telephone Conference Call
University of Central Florida
June 27, 2008

Chair Richard Walsh called the meeting of the Board of Trustees to order via telephone conference call at 10:00 a.m. The following board members attended the meeting via telephone conference call:

The Honorable Judy Albertson
The Honorable Logan Berkowitz
The Honorable Olga Calvet
The Honorable Manoj Chopra
The Honorable Patrick Christiansen

The Honorable Alan Florez
The Honorable Phyllis Klock
The Honorable Conrad Santiago
The Honorable Harris Rosen
The Honorable Thomas Yochum

COMMENTS

Beth Barnes, Vice President and Chief of Staff and Associate Corporate Secretary, called roll and announced that a quorum was present.

Chair Walsh called upon John Hitt, President and Corporate Secretary, to explain the purpose of the meeting. Hitt announced there were three items to be presented for board approval.

BUSINESS MEETING

Chair Walsh called on Scott Cole, Vice President and General Counsel, to present the following item for board approval:

BOT-1 2008-2009 Amendment to Tuition and Fee Regulation – A motion was made by Trustee Phyllis Klock and passed by the board to approve amendments to University Regulation 6C7-9.001 to establish tuition and fees for the 2008-2009 academic year, create a distance learning fee, and update language related to associated fees.

Section 1001.75(11), F.S., requires the university president to recommend to the board of trustees a schedule of tuition and fees to be charged by the university. Section 1001.74(11), F.S. requires the board of trustees to set university tuition and fees according to the proviso in the General Appropriations Act. In Section 2 of the 2008 and 2009 Conference Report on House Bill 2001, the Legislature set the maximum undergraduate tuition at \$82.03 per credit hour, a 6% increase. Additionally, in House Bill 7105, the Legislature approved the creation of distance learning fees at the universities to cover the additional costs of producing and distributing classes online.

Therefore, revisions to the tuition regulation reflect the revised calculations of tuition, non-resident fees, and associated fees (such as the financial aid fee), the establishment of differential tuition, and the creation of an \$18 per credit hour distance learning fee. Each of these fees is in accordance with the changes authorized by the Board of Governors and approved in FIN-6 at the May 22, 2008, UCF Board of Trustees' meeting.

Chair Walsh called on William Merck, Vice President for Administration and Finance, to present the following two items for board approval:

FIN-1 Golden Knights Corporation Cash Release – A motion was made by Trustee Thomas Yochum and passed by the board to approve the release of up to \$388,000 from the Golden Knights Corporation to the UCF Athletics Association, Inc.

A statement of stadium fund projections for the Golden Knights Corporation through June 30, 2008, had been presented previously to the board. Approximately \$388,000 is expected to be available for release by the end of the current fiscal year. Approval to transfer an amount not to exceed \$388,000, as received, for use in meeting operating expenses from the Golden Knights Corporation to the UCF Athletics Association, was requested.

Trustee Patrick Christiansen recommended that future action items should note when the Finance Committee has reviewed them before they go before the full board for approval.

FIN-2 UCF Athletics Association's Pledge of Revenues for Debt Service – A motion was made by Trustee Conrad Santiago and passed by the board with one abstention to approve the request of the UCF Athletic Association, Inc., to pledge up to 5% of the student athletic fees, along with excess stadium revenues, non-conference away game revenues, and the revenue received from Conference USA, as security for its line of credit debt service, and to authorize President Hitt to sign the surplus funds agreement on behalf of the board.

The UCFAA has an outstanding line of credit with Fifth Third Bank, which is to be renewed annually. For this year's renewal, Fifth Third Bank has requested a secure source of revenue to be pledged for the payment of the debt service. UCFAA has agreed to pledge the following: 1) up to 5% of its student athletic fees, 2) excess stadium revenues, 3) non-conference away game revenues, and 4) revenue received from Conference USA. The Board of Trustees requested approval for the pledging of these revenue sources since the student athletic fees are spent by the university on behalf of UCFAA and the excess stadium revenues are transferred based on their approval.

ADJOURNMENT

Chair Walsh thanked the board members for their participation at the conference call meeting. Since there was no further business to discuss, the special conference call meeting was adjourned at 10:17 a.m.

Respectfully submitted: _____ Date: _____

John C. Hitt
Corporate Secretary