



Board of Trustees
Finance and Facilities Committee Meeting
Live Oak Event Center
November 14, 2013

MINUTES

CALL TO ORDER

Trustee Marcos Marchena, chair of the Finance and Facilities Committee, called the meeting to order at 11:08 a.m. Committee members Robert Garvy, Reid Oetjen, and Melissa Westbrook were present. Committee member John Sprouls attended via teleconference. Trustees Clarence Brown, Olga Calvet, and Richard Crotty were present and Trustee Ray Gilley attended via teleconference.

NEW BUSINESS

Renewal of Capital Projects Line of Credit for UCFAA (FFC-1)

William F. Merck II, Vice President for Administration and Finance and Chief Financial Officer, reported that UCFAA had a \$6.7 million line of credit with Fifth Third Bank that is renewed annually. The current renewal negotiations resulted in a reduced interest rate and lower required amortization. Pledges of student athletic fees as collateral for debt was limited to five percent of the amount of fees. This, along with other collateral, was previously used to secure the line of credit. Under the new rules regarding pledging of student athletic fees, all student athletic fees are now pledged as the collateral instead of the five percent limit, with no other collateral required. Changes in the collateral used for the line of credit, require the Board of Trustees approval. The committee unanimously approved the renewal of the line of credit with the new terms.

Request to Amend Established Market Rate Tuition (FFC-2)

Tony G. Waldrop, Provost and Executive Vice President, reviewed the request to eliminate the non-resident tuition rate component from the overall tuition rate charged to non-resident students enrolled in the College of Business Administration market tuition rate programs. Since the original proposal was submitted in March 2011, the differential tuition for non-residents has deterred interested non-residents from enrolling in the program, and the competitive climate for MBA degree programs has heightened. Removing the non-resident tuition rate from the College of Business Administration's market rate tuition degree programs will make them consistent with other market tuition rate programs at UCF, as well as with similar programs offered throughout the state of Florida. The committee unanimously approved the request to eliminate the non-resident tuition rate component from the overall tuition rate charged to non-resident students enrolled in the College of Business Administration market tuition rate programs.

2014-15 Performance Funding Model, Board of Trustees Choice Metric (FFC-3)

Waldrop reported that in 2014-15, the Florida Board of Governors is requesting \$50 million from the Legislature to be allocated to the SUS for performance based activities. The 10 new metrics to be used in allocating the funding are designed to align with the SUS Strategic Plan goals, reward excellence or improvement, and support the initiatives that are most critical to students and the state. The 10 metrics include eight metrics common to all universities, one metric selected by the Board of Governors, and one metric selected by each university's Board of Trustees. President Hitt recommends the use of "Total Bachelor's Degrees Awarded Annually" as the UCF Board of Trustees Choice Metric for 2014-15. The committee unanimously approved the 2014-15 Performance Funding Model, Board of Trustees Choice Metric.

Chair Calvet adjourned the Finance and Facilities Committee meeting at 11:38 a.m.

Respectfully submitted: _____

William F. Merck II
Vice President for Administration and Finance
and Chief Financial Officer

Date