

University Revenues and Expenditures








- Largely Unavoidable Operating Costs (conservative estimate)
 - ✓ Approximately \$27 m over 5 years
 - ✓ Approximately \$14 m in utilities and \$11 m in enrollment related
- Revenue Scenarios: Largely Discretionary, includes tuition, Appropriations
 - ✓ Lower Approximately \$39 m over 5 years
 - ✓ Higher Approximately \$72 m over 5 years

University Expenditures

■ Initiatives

- ✓ Fully Funded: 2 to 5 Initiatives From Discretionary Sources
- ✓ Partially Funded: 5 to 7 Initiatives From a Variety of Sources
- ✓ A Range Can Be Addressed Within Existing Resources
- ✓ Expanded Sources Not Incorporated:
 - Out-of-State Students
 - Special Appropriations (State and Federal)
 - Reallocations
 - Foundation Funding

Draft Strategic Priorities

-  Recruit and graduate the best and most diverse students
 -  Enrich the undergraduate experience while supporting and improving graduate and professional education
 -  Recruit, hire, and retain the best and most diverse faculty and staff
 -  Enhance research and creative endeavors
 -  Foster academic excellence
 -  Ensure operational excellence while maintaining financial integrity
 -  Strengthen the public service mission of the University
8. Build the university's national reputation

Initiatives: *Urgent and Immediate Priorities*

- 1st **Competitive Graduate Stipends:** Ensure that graduate student stipends and benefits are nationally competitive
- 2nd **Financial Assistance:** Expand targeted financial assistance to attract outstanding students
- 3rd **Competitive Salaries:** Attract and retain outstanding and diverse faculty and staff with nationally competitive salaries
- 4th **Continue Pathways:** Expand faculty research collaborations through continuation of the Pathways of Excellence Program
- 5th **Smaller Classes:** Lower the student-faculty ratio to be competitive with peer institutions

Initiatives: *Urgent and Immediate Priorities*

- 6th Maintain the stature of programs ranked in the top 20 nationally
- 7th Provide funds for salary adjustments based on productivity and merit
- 8th Increase funding of CARE and academic support services
- 9th Expand mental health, campus wellness, and security programs
- 10th Provide catalytic resources to programs on the cusp of national recognition*

Initiatives: *Next or Continuing Priorities*

Initiatives ranging from:

- ✓ Develop and deploy a well-articulated branding campaign
- ✓ Increase the number of women and members of underrepresented groups among the faculty and staff

To

- ✓ Continue targeted interventions aimed at increasing retention and graduation rates
- ✓ Better integrate international and global activities

Mission Statement

Florida State University disseminates, preserves, and expands knowledge in the sciences, technology, humanities, professions, and arts, while embracing a philosophy of learning strongly rooted in the traditions of the liberal arts. The university is dedicated to excellence in teaching, research, creative endeavors, and service.

The university instills the strength, skills, and character essential for lifelong learning, personal responsibility, and sustained achievement within a community that fosters free inquiry and embraces diversity.

Vision Statement

Florida State University will be one of the world's premier institutions of higher education, devoted to transforming the lives of our students, shaping the future of our state and society, and offering programs of national and international distinction in a climate that fosters collegiality, diversity, inquiry, engagement and achievement.

The Coming Weeks:

- Review of SPC Products by external committee
 - Mission and Vision Statement
 - Strategic Priorities, Goals, and Initiatives
 - Comment on Resources
- Obtain feedback from university community
- Incorporate feedback and finalize SPC products
- Recommendations forwarded to the president
- President makes recommendations to the FSU Board of Trustees



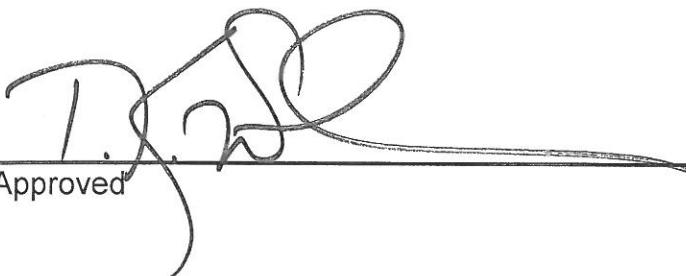
MEMORANDUM

TO: President T. K. Wetherell
FROM: Lawrence G. Abele *L.G. Abele*
DATE: September 5, 2008
SUBJECT: University Compact

Information Item

At the December 6, 2007 Board of Governor's meeting, members of the Board of Governors approved the Forward By Design strategic initiatives for the State University System. The Board determined that a number of the identified initiatives could be achieved through the development of individual compacts with each of the institutions.

The Board of Governor's staff has requested to review drafts of the compact by September 12, 2008.


Approved _____

Status of Mandated University Compacts

FSU Board of Trustees
September 19, 2008

What is a University Compact?

- ✓ An on-going, iterative, and collaborative process of communication.
- ✓ Includes a multi-year, reciprocal agreement between an institution and the System which outlines the institution's top priorities, strategic directions, and performance expectations on a negotiated set of indicators.

What is the Purpose of University Compacts?

- ✓ Help create a shared vision and plan.
- ✓ Improve alignment of broad system goals and the directions, investments, and actions of institutions.
- ✓ Encourage cooperation, negotiation, and information sharing.
- ✓ heighten trust and accountability as a public document.
- ✓ Impose obligations on both sides and builds relationships that are more horizontal, cooperative, & reciprocal.
- ✓ Integrate planning, budgeting, and assessment.

When Were University Compacts First Proposed?

- ✓ Emerged from the *Forward by Design* Process last year
- ✓ Approved at December 6, 2007 meeting of the Board of Governors
- ✓ Discussion and data analysis have been conducted in the intervening months

What does a University Compact Entail?

1. University Mission and Vision Statement covering the next five to ten years.
2. **16 Production Targets** for each of three years (2008-09, 2009-10, 2010-11) projecting:
 - The number of Bachelor's degrees to be produced each year,
 - Master's degrees,
 - Doctoral degrees,
 - Medicine & Law degrees,
 - BOG targeted degrees,
 - Non-Hispanic Black Bachelor's degrees
 - Hispanic Bachelor's degrees,
 - 6-Year Success and Progress Rates for First-Time-In-College students,
 - 4-Year Success and Progress Rates for AA transfer students, and
 - 5- Year Success and Progress Rates for Other transfer students.

What Does a Compact Entail?

(continued)

3. FSU Enrollment Plans for the years 2008-09, 2009-10, 2010-11.
4. Other University Goals and Metrics for 2008-2009
 - 3 to 5 goals
 - Strategies for achieving
 - Metrics measuring success
 - Progress on the metrics
 - Expected outcomes
 - Financial assumptions
 - Alignment with institutional strategic plan and Board of Governors priorities
5. Windows of Opportunity
 - Unique opportunities to receive attention in the coming year
 - Items Not in previous plans submitted to the Board of Governors

What Does a Compact Entail?

(continued)

6. Other University Strategic Goals and Initiatives for 2009-10 & 2010-11
 - Up to 3 goals
 - Align with institutional plan, system plan and legislative Budget Request
7. All New Degree Programs to be Proposed in 2008-09, 2009-10 & 2010-11 by title and proposed date for submission to the BOT
 - Bachelor's
 - Master's
 - Doctoral
 - Professional
8. Summary of the University Budget
9. University Contextual Information

University Compact

- When is it required?
 - ✓ Presented to the Board of Governors Beginning in November 2008
- How will it be used?
 - ✓ Inform resource and planning decisions by the Board of Governors.
 - ✓ But the full range of uses has not been decided
 - ✓ Prospect that it will be used for degree approval, perhaps for funding or performance incentives,



MEMORANDUM

TO: President T. K. Wetherell
FROM: Lawrence G. Abele *L.G. Abele*
DATE: September 4, 2008
SUBJECT: Academic Organization Committee Study Update

Information Item

Dr. Joe Nosari will provide an update on the final report of the committee to study the administrative organization of Academic Affairs. One of the recommendations adopted by the Board of Trustees at its January 2008 meeting was to "Incorporate into the university's strategic plan and make a recommendation on the restructure of the academic units with an aim towards reducing administrative costs". On February 12, 2008, Provost Abele appointed a committee of deans and faculty to study the administrative organization of the Division of Academic Affairs. Specifically, Provost Abele asked the Committee "to examine the administrative structure of our colleges, schools, and departments," noting that "it has been more than 30 years since any serious examination of our structure has been undertaken." Per Provost Abele's charge to the Committee, the central goal was "to assess our current organization in terms of intellectual and academic coherence." Also, the Committee was asked to consider curricula duplication, ways that administrative overhead might be reduced, and ways to improve coordination and cooperation among academic units.

Approved

A large, stylized handwritten signature in black ink, appearing to read "T.K. Wetherell", written over a horizontal line.



Administrative Organization Committee Report Summary

BOT Meeting
September 2008

Report Timelines and Process

- The Board of Trustees at its January 2008 meeting requested that a committee be constituted to make a recommendation on the restructuring of the academic units with an aim towards reducing administrative costs.
- On February 12, 2008, Provost Abele appointed a committee of deans and faculty to study the administrative organization of the Division of Academic Affairs.
- The Committee forwarded its report to Provost Abele on August 15, 2008.

Report Timelines and Process

continued

- Provost Abele asked the Senate Steering Committee to set up a mechanism for the broadest faculty input regarding the report of the Administrative Organization of the Division of Academic Affairs.
- After receiving input, the Provost in consultation with the President, will determine which recommendations to implement along with a timeline for implementation.

Charge of Committee

- Assess the current organization in terms of intellectual and academic coherence
- Consider curricula duplication
- Consider ways that administrative overhead might be reduced
- Consider ways to improve coordination and cooperation among academic units

Current Structure of Academic Affairs

- Sixteen colleges containing fifty three departments and four schools
- 101 baccalaureate degree programs, 112 master's degree programs, 27 advanced master's and specialists degree programs, two professional degree programs, and 73 doctoral degree programs
- Colleges vary in size from Arts and Sciences (over 500 faculty) to Motion Picture, Television, and Recording Arts (18 faculty)

Current Structure of Academic Affairs - continued

- Large differences among colleges in graduate/undergraduate mix of student credit hours
- Thirty direct reports to the Provost, nineteen are deans

Rationale for Change

- The current funding model makes it difficult to build and sustain strong graduate programs in units without significant undergraduate enrollments.
- Smaller units are more sensitive to short-term budgetary changes and fluctuations in undergraduate enrollments.

Rationale for Change – con't

- The more diverse units are more likely to maintain their intellectual and fiscal health in the face of change.
- Colleges should have a portfolio of programs.
- Why? The portfolio of programs can reduce the variance in outcomes in fluctuating environments and provide a broader base for creating new programs.

Criteria for Recommendations

- Maintain the visibility of programs which have attained a national reputation
- Maximize the opportunity for interaction and sharing of resources among programs/units with common and/or related research interests and research cultures
- Maximize the opportunity for interaction, offering effective and efficient curricula, and sharing of resources among programs/units with common and/or related learning objectives

Criteria for Recommendations – continued

- Ensure that units are of a size and mix (graduate and undergraduate) that provide an effective and efficient structure for serving the needs of students, staff, faculty, and our external constituencies
- Ensure educational programs prepare students to meet the demands and challenges of 21st century society

Recommendations Regarding Structure of Academic Units

1. Merge the College of Information and the Department of Communication to form a new college: The College of Communication and Information.
2. Rename the College of Social Sciences: The College of Social Sciences and Public Policy.
3. Transfer the College of Criminology and Criminal Justice to the College of Social Sciences. Rename the College the School of Criminology and Criminal Justice.

Recommendations Regarding Structure of Academic Units – continued

4. Align the current colleges of Human Sciences, Nursing, and Social Work, and the Department of Communication Disorders within a College of Health and Human Sciences.
5. Combine the current arts colleges to form one larger college, the College of Visual and Performing Arts.

Recommendations Regarding Structure of Academic Units - continued

6. Transfer the Department of Computer Science from the College of Arts and Sciences to the College of Engineering, merging it with the existing Department of Electrical and Computer Engineering.

Graduate Studies Recommendation

Rename the Florida State University Office of Graduate Studies the Florida State University Graduate School. No change in function is attached to this name change.

Recommendations on Support Units

1. The Director of the Ringling Museum of Art shall report to the Dean of the College of Visual Arts, Theatre, and Dance on all matters, both academic and administrative.
2. The Director of the Learning Systems Institute shall report to the Vice President for Research.

Additional Recommendations

1. Examine the role and committee structure of the Council of Deans.
2. Examine the functions and responsibilities of the Program of Instructional Excellence.
3. Examine the wide range of issues associated with interdisciplinary centers, institutes, and degree programs in the academic structure.

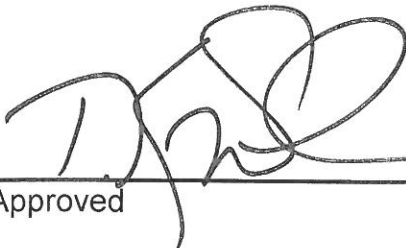


MEMORANDUM

TO: President T. K. Wetherell
FROM: Lawrence G. Abele *LJ Abele*
DATE: September 4, 2008
SUBJECT: U.S. News & World Report Rankings

Information Item

Dr. Lawrence Abele will provide an update on the latest U.S. News and World Report Rankings.


Approved _____



MEMORANDUM

TO: President T. K. Wetherell

FROM: Lawrence G. Abele *L.G. Abele*

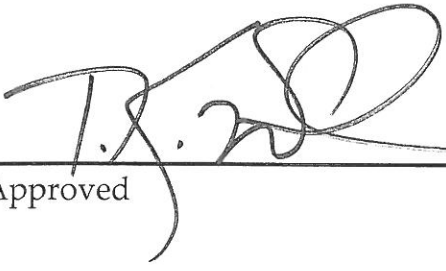
DATE: August 22, 2008

SUBJECT: Agenda Item for Special Education Administrative Realignment
Request for Implementation

The proposed administrative realignment requested by the College of Education for the Childhood Education, Reading and Disability Services section of the Florida State University Degree Program Inventory consolidates all tracks of the Special Education (Bachelor's, Master's, Specialist, and Doctorate) degrees within the same C.I.P. code.

This realignment will result in the termination of the Emotional Disturbances/Learning Disabilities Degree (C.I.P. 13.1011) at the Bachelor's, Masters, and Specialist levels and will move the Bachelor's/Master's combined program (major code 220707) with initial certification to Special Education (C.I.P. 13.1001). This change will make the preparation of Special Education teachers at Florida State be more consistent with the current statewide certification competencies.

There are no other changes to curriculum, student enrollment, faculty assignment, resource allocation, or any other aspect of the programs involved in this request.


Approved



MEMORANDUM

TO: President T. K. Wetherell
FROM: Lawrence G. Abele *L. G. Abele*
DATE: September 4, 2008
SUBJECT: Collective Bargaining Update

Information Item

Ms. Joyce Ingram will provide an update on collective bargaining.



Approved



MEMORANDUM

TO: President T. K. Wetherell
FROM: Lawrence G. Abele *L.G. Abele*
DATE: September 4, 2008
SUBJECT: Research and the Pathways of Excellence Initiative Update

Information Item

Dr. Kirby Kemper will provide an update on research and the Pathways of Excellence Initiative.

Approved

A handwritten signature in black ink, appearing to be "L.G. Abele", written over a horizontal line.

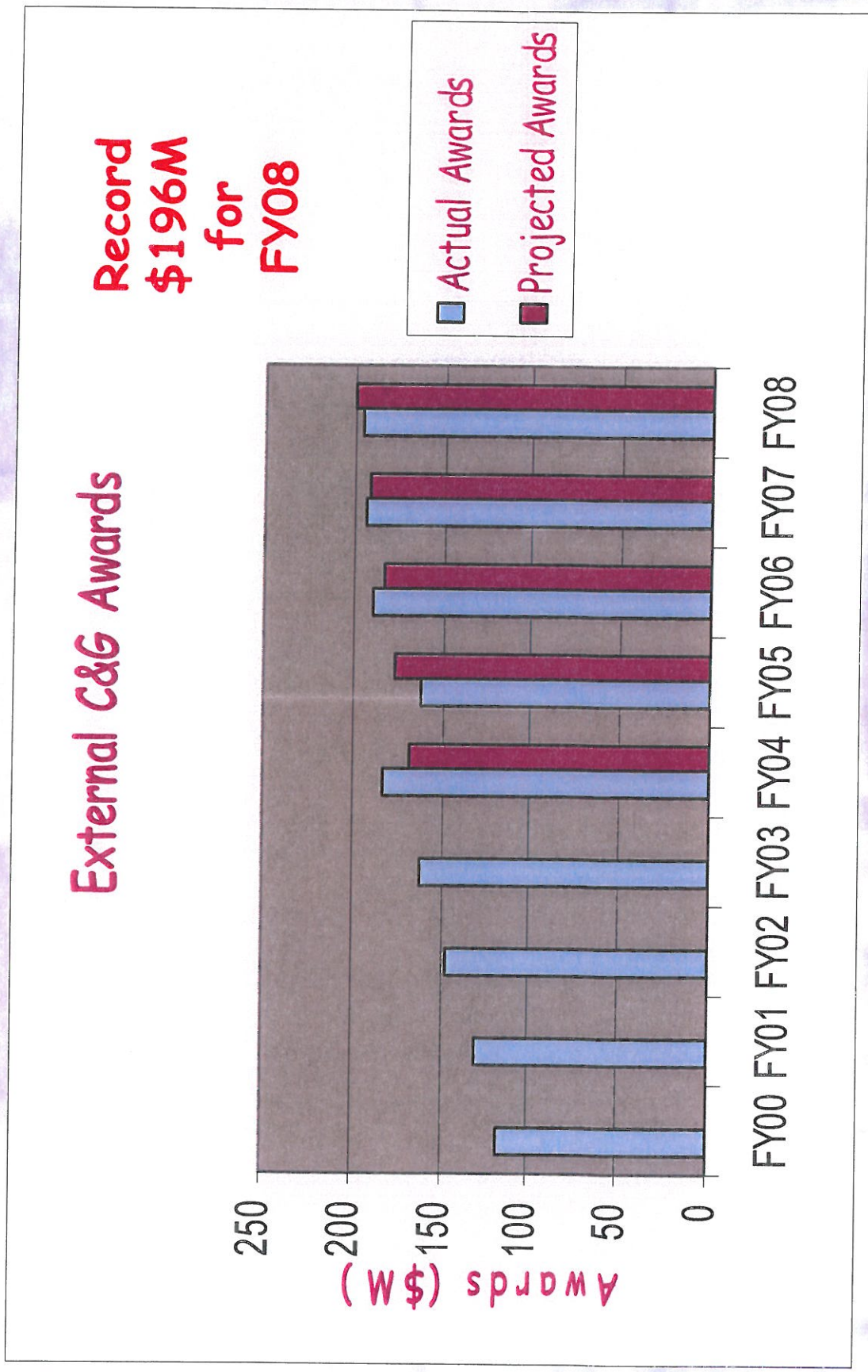
Update: Research and Pathways of Excellence Initiative

Board Of Trustees Meeting

September 19, 2008

Kirby W. Kemper

FSU's External Contract & Grant Awards for the Past Nine Fiscal Years (projections were based on FY00-03 trends)





Nine Cluster Hiring Efforts Underway

- 7 clusters in Science, Technology, Engineering and Mathematics (STEM) areas, 1 in the social sciences and 1 in the humanities**
- 25 Tenured/tenure-track faculty have been hired**
- 5 Offers are pending**
- 55 Faculty lines have been authorized**

Other Significant Indicators of Progress

- Record number of Ph.D. graduates (363)**
- New graduate programs in Biostatistics, Computational Science and Materials Science**
- Magnet Lab funding approved for additional 5 years**

Progress cont.

- **Completion of Chemical Sciences, Life Sciences, Medical Sciences and Psychology Phase I buildings**
- **Construction of Psychology Phase II and Materials Research buildings underway**
- **Additions to the Stone Building and major renovations of Ruby Diamond Auditorium and Johnston Building underway**



MEMORANDUM

TO: President T. K. Wetherell

FROM: Lawrence G. Abele *L G Abele*

DATE: September 4, 2008

SUBJECT: Board of Governors' Regulation on Board of Trustees' Powers and Duties

Information Item

The June 19, 2008 Board of Governors agenda included an item to approve public notice of intent to promulgate new Board of Governors Regulation establishing powers and duties of University Boards of Trustees. The Board of Governors agreed to solicit additional input from the universities Boards of Trustees and to work through each university's General Counsel's Office prior to the approval of the public notice.

The universities' general counsels have met several times to discuss the regulation. In its present form, most concerns raised by the universities have been resolved. There are a couple of issues not settled.

One section is on university presidents. The latest version states:

“(c) Each board of trustees shall select its university president subject to ratification of the candidate by the Board of Governors. A presidential search committee shall be appointed to make recommendations to the full board of trustees, from which the board of trustees may select a candidate for ratification by the Board of Governors. The candidate selected by the board of trustees must appear before the Board of Governors at the meeting where ratification of the candidate will be considered. Such meeting will be held as soon as practicable to ensure a timely transition.

(d) In the event that a board of trustees selects an interim president, such selection is subject to ratification of the candidate by the Board of Governors. The candidate selected by the board of trustees must appear before the Board of Governors at the meeting where ratification of the candidate will be considered. Such meeting will be held as soon as practicable to ensure a timely transition.

(e) Each board of trustees shall develop guidelines for the annual evaluation of the president.

(f) Each board of trustees shall conduct an annual evaluation of the president. The chair of the board of trustees shall request formal input from the Chair of the Board of Governors and the Chancellor during the annual evaluation process pertaining to responsiveness to the Board of Governors' strategic goals and priorities, and compliance with systemwide regulations.”

President Wetherell has suggested the following language to replace subsection (f):

(f) Each board of trustees shall conduct an annual evaluation of the president. The annual evaluation shall include a section evaluating the President's performance pertaining to responsiveness to the Board of Governors' strategic goals and priorities, and compliance with systemwide regulations.

Another section unresolved is related to Property and Purchasing. The current language states: **"(a) Prior to acquiring any real property, whether by purchase, donation or gift, for the establishment of an instructional or research site, each board of trustees must obtain approval for acquisition from the Board of Governors."**

The Board of Governors' staff recognizes that the proposed language is problematic. The concern they wish to address is the acquisition of property that may house programs that require a significant of state funds for operations. It has been difficult to agree on the appropriate parameters.

Approved

A handwritten signature in black ink, appearing to read "T. J. Wetherell", is written over a horizontal line. The signature is stylized and cursive.



FSU Board of Trustees Committee for Student Affairs

Agenda for Thursday, September 18, 2008

3:00 p.m.

Student Services Building Room 219

1. Welcome and introductions
2. Approval of Student Government Bills for Summer 2008
3. Report from Student Affairs (Mary Coburn)
 - a. Policy updates
 - b. Faculty/ Staff Emergency Guide & Emergency Codes and Procedures
 - c. Summary report re: opening of fall semester
 - d. Construction updates
 - e. FSU Class of 2012: The Best and Brightest Ever
4. Report from Athletics (Randy Spetman)
5. Committee member issues
6. Adjourn



MEMORANDUM

TO: Board of Trustees
FROM: T.K. Wetherell
DATE: September 10, 2008
SUBJECT: Student Affairs Activities Update

Dr. Mary Coburn will provide an update on Student Affairs Activities.

T. K. Wetherell

Approved



MEMORANDUM

TO: BOT Finance and Business Committee Members
 FROM: John Carnaghi *[Signature]*
 DATE: September 4, 2008
 SUBJECT: Finance and Business Committee Meeting

The Board of Trustees Finance and Business Committee is scheduled to meet from 3:00 p.m. to 5:00 p.m. on September 18, 2008 at the Alumni Center. Items to be discussed at the meeting include:


- | | | | |
|----|--|---------------|---------------------------|
| 1. | Approval of 2008 – 2009 Work Plan for the Office of Audit Services | David Coury | F&B/Consent Agenda |
| 2. | Status Report on Purchase Orders over \$1 million and 5 year + Service Contracts for Fiscal Year 2007 – 2008 | John Carnaghi | F&B/Consent Agenda |
| 3. | Status Report on Construction Projects over \$1 million for Fiscal Year 2007 – 2008 | John Carnaghi | F&B/Consent Agenda |
| 4. | Adoption of 6C2R-2.0151, Supplier Diversity Program Support Organization | John Carnaghi | F&B/Consent Agenda |
| 5. | Amendment of Regulation 6C2R-2.015, Purchasing and Procurement | John Carnaghi | F&B/Consent Agenda |
| 6. | Request for Final Approval after Notice of FY 2008-2009 Tuition Policy and Administrative Action | Ralph Alvarez | F&B/Consent Agenda |
| 7. | Finalization of the following Budgets (tentatively approved 6/13/08) | | F&B/Present to Full Board |
| | a. 2008 – 2009 Operating Budget | Ralph Alvarez | |
| | b. 2008 – 2009 Direct Support Operating Budgets | Ralph Alvarez | |
| | c. 2009 – 2010 Fixed Capital Outlay Budget Request | John Carnaghi | |

We look forward to seeing you on the 18th.

JRC/ps



MEMORANDUM

TO: President T. K. Wetherell
FROM: John Carnaghi 
DATE: September 4, 2008
SUBJECT: 2008-09 Operating Budget
Request for Approval

As required in Statutes, FS 1011.40 (2), each board of trustees shall adopt an operating budget for the operation of the university. The proposed expenditures, plus transfers and balances shall not exceed the estimated income, transfers and balances.

Because a budget must be approved before the beginning of the fiscal year (July 1) for the State Comptroller to process 2008-09 cash releases, a tentative budget of \$1,093,306,080 (at last year's beginning level) was approved by the Board of Trustees at our June 12, 2008 meeting. Since then, the budget has been submitted to the Board of Governors in their prescribed formats, in August.

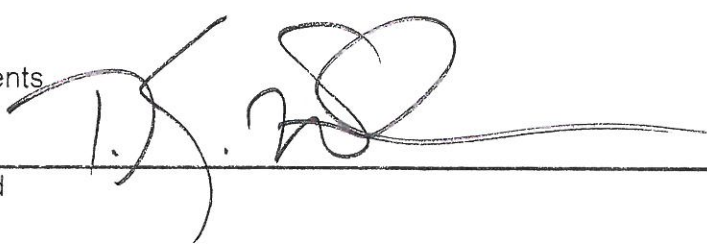
The following motions, for approval by the FSU Board of Trustees are requested.

1. Approve the University President to prepare and implement the operating budget of the University as prescribed by law, rules of the Board of Governors, policies of the University Board of Trustees, and provisions of the General Appropriations Act.
2. Approve the 2008-09 Operating Budget at **\$1,111,706,391** for the July 1, 2008 to June 30, 2009 fiscal year as submitted to the Board of Governors on August 15, for appropriated and non-appropriated funds, within available resources and fund balances.
3. Approve the President to make subsequent changes to the budget as needed during the fiscal year, within available resources and fund balances.

I recommend approval of the motions.

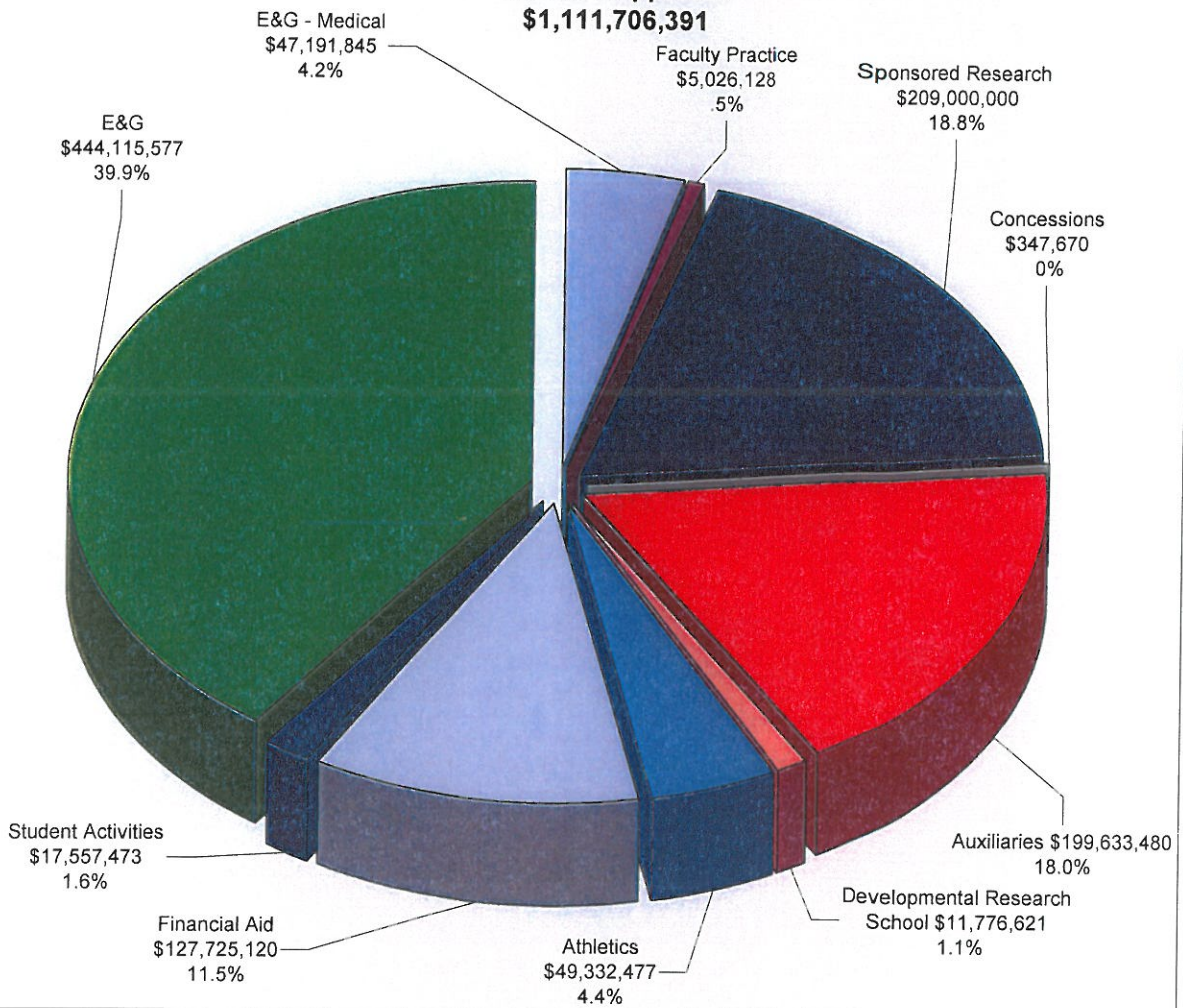
JRC/ra

Attachments

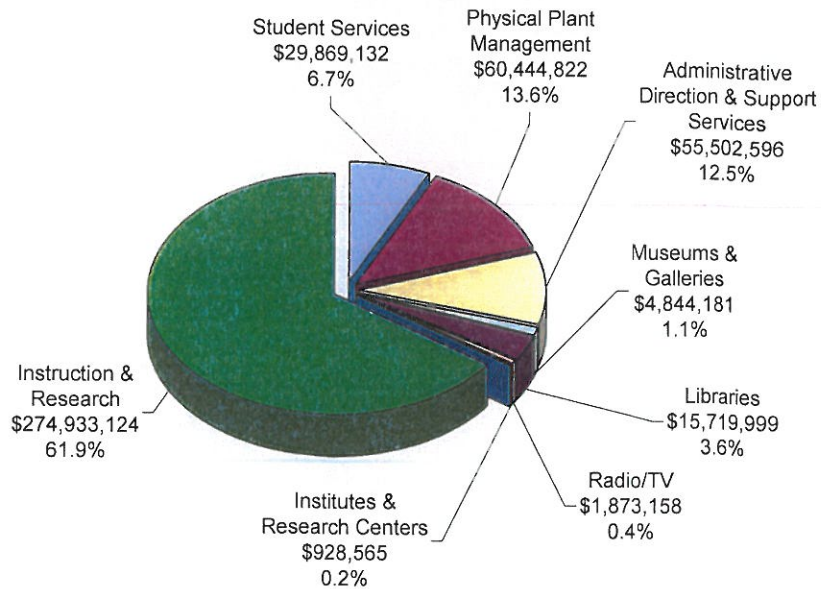


Approved

**2008-09 Operating Budget
for BOT Approval
\$1,111,706,391**



**2008-09 E&G Allocated Resources
by Program Component
\$444,115,577**



Budget Entity/Fund	Requested	Beginning Budget				
	Beginning Budget	2007-08	2006-07	2005-06	2004-05	2003-04
	2008-09					
Educational and General (E&G)						
General Revenue	\$286,754,658	\$313,980,619	\$281,187,539	\$262,422,173	\$255,386,842	\$238,525,722
Student and Other Fees	126,062,220	114,688,538	114,685,599	118,332,553	111,456,523	101,911,561
Lottery	31,298,699	23,893,629	22,841,168	18,677,855	17,495,454	14,747,174
Ringling (Dept. State)	-	-	-	-	-	2,390,446
Life Science Teaching Ctr.	-	-	-	9,000,000	9,000,000	-
Subtotal	\$444,115,577	\$452,562,786	\$418,714,306	\$408,432,581	\$393,338,819	\$357,574,903
Percent increase	-1.9%	8.1%	2.5%	3.8%	10.0%	2.3%
College of Medicine						
General Revenue	\$39,551,318	\$44,067,813	\$43,871,509	\$30,915,640	\$27,986,638	\$23,051,455
Student and Other Fees	6,617,580	5,636,024	4,543,649	3,530,431	2,638,589	1,608,283
Lottery	1,022,947	3,132	3,132	3,132	3,132	3,132
Subtotal	\$47,191,845	\$49,706,969	\$48,418,290	\$34,449,203	\$30,628,359	\$24,662,870
Educational & General	\$491,307,422	\$502,269,755	\$467,132,596	\$442,881,784	\$423,967,178	\$382,237,773
Auxiliaries						
Working Capital Fund	\$57,120,952	\$52,662,500	\$47,717,704	\$49,541,500	\$45,601,094	\$40,392,766
Auxiliary Funds	128,022,528	124,031,513	119,347,095	118,340,894	95,748,576	107,032,092
Debt Service Funds	14,490,000	14,385,000	12,350,000	9,900,000	19,892,158	18,075,000
Auxiliaries	\$199,633,480	\$191,079,013	\$179,414,799	\$177,782,394	\$161,241,828	\$165,499,858
Family Practice Plan	\$5,026,128	\$4,982,706	\$4,885,817	\$ -	\$ -	\$ -
Contracts and Grants						
Sponsored Research	\$209,000,000	\$201,569,624	\$173,824,372	\$173,605,359	\$169,145,610	\$155,996,169
Developmental Research School	11,776,621	11,372,556	11,350,198	9,026,646	8,980,454	7,678,179
Contracts and Grants	\$220,776,621	\$212,942,180	\$185,174,570	\$182,632,005	\$178,126,064	\$163,674,348
Local (banks) Funds						
Student Activities	\$17,557,473	\$16,005,791	\$14,704,852	\$14,314,152	\$14,736,919	\$13,390,363
Financial Aid	127,725,120	122,813,820	116,118,360	112,352,544	100,823,880	95,369,111
Athletics	49,332,477	42,760,011	43,837,810	40,301,144	38,799,191	36,369,759
Concessions	347,670	452,804	467,692	450,003	488,996	476,709
Local Funds	\$194,962,740	\$182,032,426	\$175,128,714	\$167,417,843	\$154,848,986	\$145,605,942
Total	\$1,111,706,391	\$1,093,306,080	\$1,011,736,496	\$970,714,026	\$918,184,056	\$857,017,921
Percent increase	1.7%	8.1%	4.2%	5.7%	7.1%	6.0%

Fund Balance at June 30, 2008	\$ 43
E&G Budget	
General Revenue	\$ 286
Student and Other Fees	126
Lottery Trust Fund	31
Total E&G Budget	\$ 444
Estimated Revenue	
Receipts	\$
Interest Earnings	6
Net Transfers	
Total Estimated Revenue	\$ 6
Estimated Expenditures	
Salaries and Benefits	\$ 310
Other Personal Services	28
Expenses	79
Operating Capital Outlay	2
Special Categories	23
Debt Service	
Total Estimated Exp.	\$ 444
Est. Non-Operating Exp.	
Indirect Cost	\$
Net Transfers	
Total Est. Non-Operating Exp.	\$
Est. Fund Balance Exp.	\$ 27
Proj. Fund Bal.-June 30, 2009	\$ 27

Note: E&G and Medical Fund Balance - Net of Encumbrances

**2008-2009 Educational & General Appropriation Changes
By Major Issues & Fund**

	<u>General Revenue</u>	<u>Tuition</u>	<u>Lottery</u>	<u>Total</u>
<u>2007-2008 Ending Operating Budget</u>	\$ 306,094,079	\$ 114,688,538	\$ 22,979,982	\$ 443,762,599
<u>Reverse Previous Year (07-08) Non-Recurring</u>	\$ (9,868,208)	\$ -	\$ (1,052,461)	\$ (10,920,669)
<u>2008-2009 Beginning Base</u>	\$ 296,225,871	\$ 114,688,538	\$ 21,927,521	\$ 432,841,930
<u>2008-2009 Appropriation</u>				
Annualization of 07-08 Health Insurance Increase	\$ 1,569,359	\$ -	\$ -	\$ 1,569,359
Risk Management Insurance	11,574	-	-	11,574
Phased-In Space	2,398,719	-	-	2,398,719
New Space - PO&M	3,251,874	-	-	3,251,874
Annualization of 07-08 Life Insurance	90,333	-	-	90,333
Indirect Cost Assessment to the College of Medicine	727,388	-	-	727,388
Technical Adjustment - 2007-2008 Life Insurance	(776)	-	-	(776)
Base Budget Adjustment	(17,399,427)	-	-	(17,399,427)
Additional Lottery	-	-	6,326,293	6,326,293
Additional Lottery Non-Recurring	-	-	3,044,885 nr	3,044,885 nr
Student Financial Aid Adjustment	(120,257)	-	-	(120,257)
Change in Mix/Annualization/Grad. I/Grad.II	-	951,574	-	951,574
Summer/Fall Fees (Increases to Summer/Fall 2008)	-	2,157,135	-	2,157,135
Tuition Increase (6% In-State-Grad.)	-	8,826,444	-	8,826,444
Other Revenues	-	489,865	-	489,865
Enrollment change (Law decreased 60 FTE's & Grad. I increased 60 FTE's)	-	(56,577)	-	(56,577)
Undergraduate O/S Waivers Increased	-	(125,797)	-	(125,797)
Graduate Mat./or O/S Waivers Increased	-	(2,359,041)	-	(2,359,041)
Estimated Tuition Differential (9%)	-	1,490,079	-	1,490,079
Total	\$ (9,471,213)	\$ 11,373,682	\$ 9,371,178	\$ 11,273,647
<u>2008-2009 Beginning Operating Budget</u>	\$ 286,754,658	\$ 126,062,220	\$ 31,298,699	\$ 444,115,577
Increase % Over 2008-2009 Beginning Base	-3.20%	9.92%	42.74%	2.60%
Increase Funding Over 2008-2009 Beginning Base				\$ 11,273,647

Notes: "nr" indicates that the funding is non-recurring.

**2008-2009 Medical Educational & General Appropriation Changes
By Major Issues & Fund**

	<u>General Revenue</u>	<u>Tuition</u>	<u>Lottery</u>	<u>Total</u>
<u>2007-2008 Ending Operating Budget</u>	\$ 42,391,415	\$ 5,636,024	\$ 3,132	\$ 48,030,571
<u>Reverse Previous Year (07-08) Non-Recurring</u>	\$ (4,571,644)	\$ -	\$ -	\$ (4,571,644)
<u>2008-2009 Beginning Base</u>	\$ 37,819,771	\$ 5,636,024	\$ 3,132	\$ 43,458,927
<u>2008-2009 Appropriation</u>				
Annualization of 07-08 Health Insurance Increase	\$ 123,992	\$ -	\$ -	\$ 123,992
Annualization of 07-08 Life Insurance	11,034	-	-	11,034
Technical Adjustment - 2007-2008 Life Insurance	1,958	-	-	1,958
Replace Non-recurring funds	4,374,999	-	-	4,374,999
Indirect Cost Assessment to the College of Medicine	(727,388)	-	-	(727,388)
Base Funding Adjustment	(2,053,048)	-	-	(2,053,048)
2008-2009 Enrollment Increase on 62 new students	-	981,556	-	981,556
Additional Lottery	-	-	627,196	627,196
Additional Lottery Non-Recurring	-	-	392,619	392,619
Total	\$ 1,731,547	\$ 981,556	\$ 1,019,815 nr	\$ 3,732,918 nr
<u>2008-2009 Beginning Operating Budget</u>	\$ 39,551,318	\$ 6,617,580	\$ 1,022,947	\$ 47,191,845
Increase % Over 2008-2009 Beginning Base	4.58%	17.42%	32561.14%	8.59%
Increase Funding Over 2008-2009 Beginning Base				\$ 3,732,918

Notes: "nr" indicates that the funding is non-recurring.

Beginning E&G Budget Summary Changes (Non-Medical)
2007-08 to 2008-09

	<u>Recurring Budget</u>	<u>Non-Recurring Budget</u>	<u>Total</u>
Beginning 2007-08 Budget	\$447,387,685	\$ 5,175,101	\$452,562,786
Reversals to Beginning Budget		(5,175,101)	(5,175,101)
Plant (Building) Operations	5,650,593		5,650,593
Tuition Related	11,373,682		11,373,682
Salary Bonuses		3,870,860	3,870,860
Salary Bonuses		(3,870,860)	(3,870,860)
Performance Incentives		595,808	595,808
Performance Incentives		(595,808)	(595,808)
Risk Insurance	(133,500)		(133,500)
Salary Fringe Benefits	2,219,858		2,219,858
College of Medicine Transfer	727,388		727,388
Budget Reductions	(26,155,014)	(1,959,100)	(28,114,114)
		3,238,000	3,238,000
		1,959,100	1,959,100
		(3,238,000)	(3,238,000)
		3,044,885	3,044,885
Beginning 2008-09 budget	\$441,070,692	\$ 3,044,885	\$444,115,577

Beginning E&G Budget Summary Changes (Medical)
2007-08 to 2008-09

	<u>Recurring Budget</u>	<u>Non-Recurring Budget</u>	<u>Total</u>
Beginning 2007-08 Budget	\$ 45,331,970	\$ 4,374,999	\$ 49,706,969
Reversals to Beginning Budget		(4,374,999)	(4,374,999)
Replace Non-recurring Funds	4,374,999		4,374,999
Tuition Related	981,556		981,556
Salary Bonuses		196,645	196,645
Salary Bonuses		(196,645)	(196,645)
Salary Fringe Benefits	159,290		159,290
College of Medicine Transfer	(727,388)		(727,388)
Budget Reductions	(3,321,201)	262,010	(3,059,191)
		(262,010)	(262,010)
		392,619	392,619
<hr/>			
Beginning 2008-09 budget	\$ 46,799,226	\$ 392,619	\$ 47,191,845
<hr/> <hr/>			

Agenda Item: 2008-09 Operating Budget – Background Information

BACKGROUND INFORMATION

The 2008-09 Operating Budget has been developed and was submitted to the BOG on August 15, 2008.

Appropriated Funds

- Educational and General
- Educational and General – Medical

Non-Appropriated Funds

- Contracts and Grants
- Auxiliaries
- Student Activities
- Financial Aid
- Athletics
- Vending

Below is a summary of FSU's Planning and Budgeting timetable.

2008-09 E&G Budget Timetable						
March	April	May	June	July	August	September
President and Vice Presidents Meetings	President and Vice Presidents Meetings	President and Vice Presidents Meetings	President and Vice Presidents Meetings	President and Vice Presidents Meetings	President and Vice Presidents Meetings	President and Vice Presidents Meetings
March 17th, President's Instructions to VP's for the 2008-09 Planning and Budget Requests	University Budget Advisory Committee Meeting April 24th	May 16th, VP's provide requested budget information to the President for 2008-09 BOT tentative budget approval Draft allocation from BOG received University Budget Advisory Committee Meeting May 29th	University Budget Advisory Committee Meeting June 26	Allocation by President and Provost to VP's End of year 2007-08 records available	Budget submitted to BOG August 15	BOT approves 2008-09 budget submitted to BOG in August

Agenda Item: 2008-09 Operating Budget – Background Information

STATUTORY REFERENCES

FS 1011.40. Budgets for universities.--

(2) OPERATING BUDGET -- Each university board of trustees shall adopt an operating budget for the operation of the university as prescribed by law and rules of the Board of Governors. Each university president shall prepare and implement the operating budget of the university as prescribed by law, rules of the Board of Governors, policies of the university board of trustees, and provisions of the General Appropriations Act. The proposed expenditures, plus transfers, and balances shall not exceed the estimated income, transfers, and balances. The budget and each part thereof shall balance. If at any time the unencumbered balance in the education and general fund of the university board of trustees approved operating budget goes below 5 percent, the president shall provide written notification to the Board of Governors.

FS 1011.45. End of year balance of funds --

Unexpended amounts in any fund in a university current year operating budget shall be carried forward and included as the balance forward for that fund in the approved operating budget for the following year.

FSU RULE 6C2-2.025, F.A.C., UNIVERSITY DIRECT SUPPORT ORGANIZATIONS

6C2-2.025 (f) (4)

Each DSO shall submit an annual budget, which has been approved by its governing board and recommended by the President of the University to the Board of Trustees for review. Such a proposed budget shall be submitted no later than sixty (60) days after the first day of the fiscal year to which the proposed budget pertains.

RELEASES

Release is the transfer of cash to the University from the State Treasury and the authority to spend the funds.

Education and General (E&G) funds are released periodically, primarily in relation to State revenue collections during the year.

Agenda Item: 2008-09 Operating Budget – Background Information

Releases of E&G funds are provided by the State twice per month, generally based on 1/24 of the budget for each release.

C&G and Auxiliary funds in the State Treasury no longer require a release as they are no longer in the State Treasury beginning July 1, 2004. Local funds (Athletics, Scholarship, Loan, Vending and Student Activity funds) have always been in (local) bank accounts and not in the State Treasury and have never required a release of funds.

Transfer, Investment, and Debt Service--referred to as non-operating budget and releases--will be needed in certain budget entities.

BUDGET ENTITIES-DEFINITIONS

Education and General (E&G)

Appropriations and tuition revenues fund the academic enterprise and support units.

Funding sources:

General Revenue---*primarily Florida's sales tax.*

Educational Enhancement Trust Fund---*the Lottery.*

Student and Other Fees Trust Fund---*student tuition and out-of-state fees and miscellaneous revenues such as library fines, the application fee, late registration fee and a portion of the contract and grant indirect cost recovery from Federal and other granting agencies.*

Other Budget Entities

Auxiliary Enterprises

This budget entity includes the Auxiliary Trust Fund, the Working Capital Trust Fund, Parking and Housing Trust Funds, and the Debt Service Trust Funds. Revenues in this budget entity are generated from sales to students, faculty and staff, university departments, and others.

Contracts and Grants

Revenues in this budget entity are generated from Federal, State, Private, and Local government contracts and grants.

Agenda Item: 2008-09 Operating Budget – Background Information

Student Activity

The primary revenue source is Student Government funds collected via the Activity and Service Fee (the A&S fee), a portion of the per credit hour fee. Also included are self-generated revenues in areas such as: Circus, University School Activities, Music Groups, Student Development, Oglesby Union Operations, and various Recreation areas.

Athletics

Revenues are generated primarily from ticket sales, ACC revenue sharing, Seminole Booster Inc. contributions, post-season tournaments and bowls, television appearances, and advertising. Most of the revenue is related to football. The students' per-credit-hour athletic fee goes in this budget entity.

Campus Concessions (Vending)

Revenue is generated from contract commissions from vendors who provide vending machines on campus (primarily Coca-Cola). Expenditures are primarily for items related to entertainment, and programs in furtherance of university business. Examples: Commencement, Homecoming, Employee Recognition, Faculty Awards, Martin Luther King Observance, Convocation, Fine Arts Festival, Academic Corporate Relations, Faculty Senate and Marching Chiefs.

Financial Aid

This budget entity includes the Scholarship fund. Revenues come from Federal, state and institutional sources for student financial aid.

EXPENDITURE HISTORY

Budget Entity	<u>2007-08</u>	<u>2006-07</u>	<u>2005-06</u>	<u>2004-05</u>	<u>2003-04</u>
E&G	\$396,985,637	\$392,184,728	\$372,648,747	\$344,284,628	\$331,007,525
E&G Medical	31,672,874	29,821,854	24,949,848	22,702,311	19,803,495
Auxiliaries	195,347,866	176,671,864	166,477,025	159,377,108	147,799,821
Faculty Practice Plan	4,736,264	4,161,624	6,948	N/A	N/A
Contracts & Grants/DRS	182,149,137	175,190,469	166,083,104	165,636,530	155,984,642
Student Activity	14,311,143	12,823,013	12,297,776	12,144,387	11,725,050
Athletics	42,048,917	39,564,601	35,998,077	34,078,052	30,938,676
Campus Concession	454,795	382,876	345,551	394,174	377,981
Financial Aid	112,917,126	105,892,640	96,470,618	92,262,510	84,757,239
Total	\$980,623,759	\$936,693,669	\$875,277,694	\$830,879,700	\$782,394,429


Notes

1. Education and General Expenditures= expenditures plus encumbrances.
2. Non-E&G expenditures are cash basis expenditures (including Debt Service), excluding encumbrances.



MEMORANDUM

TO: President T. K. Wetherell

FROM: John Carnaghi 

DATE: September 4, 2008

SUBJECT: 2008-09 Direct Support Organization (DSO) Budgets
Request for Approval

As required by FSU DSO Rule 6C2-2.025:

.... "(4) Each DSO shall submit an annual budget, which has been approved by its governing board and recommended by the President to the Board of Trustees for review."...

Due to the various time frames for scheduled meetings of the eight DSO boards, budgets and budget approvals could not be completed in time for the June 13, 2008 Board of Trustees meeting. At that meeting the Board of Trustees approved a continuation budget.

- All DSO budgets have now been approved by their respective boards.
- A summary of the budgets is attached on the next page.
- Summary statements of financial history are also enclosed (for your information only).

The following motions, for approval by the FSU Board of Trustees are requested:

1. Approval of all DSO budgets.

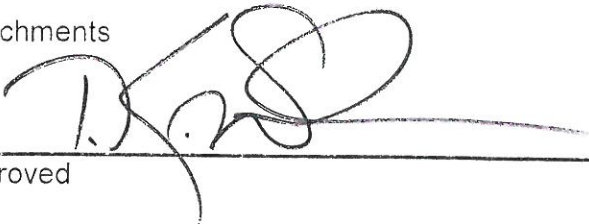
FSU Alumni Association, Inc.
FSU International Programs Association, Inc.
FSU Foundation, Inc.
Seminole Boosters, Inc.
FSU Financial Assistance, Inc.
FSU Research Foundation, Inc.
John and Mable Ringling Museum of Art, Inc.
FSU Performing Arts Center Foundation, Inc.
FSU Magnet Research and Development, Inc.

2. Approval for the DSO's to amend their budgets during the fiscal year within our DSO Rule.

I recommend approval of the motions.

JRC/ra

Attachments



Approved

2008-09 Direct Support Organizations (DSO) Budgets
Proposed for Approval

DSO	Proposed Budget 2008-09	Projected or Actual 2007-08
FSU Alumni Association, Inc.		
Revenues	\$ 1,448,148	\$ 3,176,452
Expenses	\$ 1,447,859	\$ 2,002,787
Net	\$ 289	\$ 1,173,664
Capital Spending	\$ 6,000	\$ 5,576
Beginning Fund Balance	\$ 792,086	\$ (381,578)
Ending Fund Balance	\$ 792,375	\$ 792,086
FSU International Programs Association, Inc.		
Revenues	\$ 13,760,000	\$ 13,700,000
Expenses	\$ 13,745,000	\$ 12,860,000
Net	\$ 15,000	\$ 840,000
Capital Spending	\$ 2,300,000	\$ 1,017,000
Beginning Fund Balance	\$ 9,378,706	\$ 8,538,706
Ending Fund Balance	\$ 9,393,706	\$ 9,378,706
FSU Foundation, Inc.		
Revenues	\$ 14,162,300	\$ 14,731,789
Expenses	\$ 15,110,123	\$ 14,033,716
Net	\$ (947,823)	\$ 698,073
Capital Spending	\$ 43,700	\$ 1,165,474
Beginning Fund Balance	\$ 6,063,938	\$ 5,365,865
Ending Fund Balance	\$ 5,116,115	\$ 6,063,938
Seminole Boosters, Inc.		
Revenues	\$ 34,033,027	\$ 30,042,579
Expenses	\$ 30,067,256	\$ 33,121,707
Net	\$ 3,965,771	\$ (3,079,128)
Capital Spending *	\$ 8,874,942	\$ 4,267,500
Beginning Fund Balance	\$ 58,862,013	\$ 61,941,141
Ending Fund Balance	\$ 62,827,784	\$ 58,862,013
<i>* Included in Expenses</i>		
FSU Financial Assistance, Inc.		
Revenues	\$ 5,497,122	\$ 5,317,201
Expenses	\$ 5,415,606	\$ 5,413,896
Net	\$ 81,516	\$ (96,695)
Capital Spending *	\$ 250,000	\$ 250,000
Beginning Fund Balance	\$ 2,980,703	\$ 3,077,398
Ending Fund Balance	\$ 3,062,219	\$ 2,980,703
<i>* Included in Expenses</i>		
FSU Research Foundation, Inc.		
Revenues	\$ 3,396,000	\$ 4,021,027
Expenses	\$ 3,396,000	\$ 3,767,140
Net	\$ -	\$ 253,887
Capital Spending *	\$ 250,000	\$ 267,551
Beginning Fund Balance	\$ 103,744,852	\$ 103,490,965
Ending Fund Balance	\$ 103,744,852	\$ 103,744,852
<i>* Included in Expenses (Equipment)</i>		
John and Mable Ringling Museum of Art, Inc.		
Revenues	\$ 1,381,140	\$ 1,666,787
Expenses	\$ 1,350,433	\$ 1,516,960
Net	\$ 30,707	\$ 149,827
Other Spending	\$ 89,320	\$ -
Beginning Fund Balance	\$ 1,921,117	\$ 1,771,290
Ending Fund Balance	\$ 1,862,504	\$ 1,921,177
FSU Performing Arts Center Foundation, Inc. *		
<i>* DSO has no corporate resources; operates within university resources</i>		
FSU Magnet Research and Development, Inc.		
Revenues	\$ 918,970	\$ 1,142,708
Expenses	\$ 761,450	\$ 713,590
Net	\$ 157,520	\$ 429,118
Capital Spending	\$ -	\$ -
Beginning Fund Balance	\$ 545,935	\$ 116,817
Ending Fund Balance	\$ 703,455	\$ 545,935

Direct Support Organizations (DSO's)
Summary Financial History

DSO / Fiscal Year	Statement of Financial Position			Activities and Change in Net Assets			
	Assets	Liabilities	Net Assets	Revenues/ Other	Expense/ Other	Foreign Curr. Transl. & Prior Period Adj.	Change in Net Assets
FSU Alumni Association, Inc.							
2007-08	\$ 1,016,770	\$ 224,684	\$ 792,086	\$ 3,176,452	\$ 2,002,787		\$ 1,173,664
2006-07	\$ 1,353,829	\$ 1,735,406	\$ (381,577)	\$ 3,805,513	\$ 2,097,000		\$ 1,708,513
2005-06	\$ 1,847,684	\$ 3,937,774	\$ (2,090,090)	\$ 2,040,495	\$ 1,876,055		\$ 164,440
2004-05	\$ 1,967,063	\$ 4,221,593	\$ (2,254,530)	\$ 2,287,131	\$ 1,484,811		\$ 802,320
2003-04	\$ 1,459,243	\$ 4,585,866	\$ (3,126,623)	\$ 810,064	\$ 681,457		\$ 128,607
FSU International Programs Association, Inc. *							
2007-08			\$ -	\$ 13,700,000	\$ 12,860,000		not available
2006-07	\$ 25,471,315	\$ 16,932,609	\$ 8,538,706	\$ 13,007,308	\$ 11,938,557	\$ 424,759	\$ 1,493,510
2005-06	\$ 22,454,199	\$ 15,409,003	\$ 7,045,196	\$ 11,376,200	\$ 10,467,176	\$ (295,087)	\$ 613,937
2004-05	\$ 21,894,518	\$ 15,463,259	\$ 6,431,259	\$ 10,212,248	\$ 9,298,568	\$ (47,520)	\$ 866,160
2003-04	\$ 21,563,115	\$ 15,998,016	\$ 5,565,099	\$ 10,546,290	\$ 10,722,638	\$ 284,328	\$ 107,980
FSU Foundation, Inc.							
2007-08	\$ 508,183,243	\$ 10,758,140	\$ 497,425,103	\$ 48,031,201	\$ 44,720,234		\$ 3,310,967
2006-07	\$ 505,169,961	\$ 11,055,825	\$ 494,114,136	\$ 117,401,586	\$ 76,881,684		\$ 40,519,902
2005-06	\$ 465,409,674	\$ 11,815,440	\$ 453,594,234	\$ 93,215,397	\$ 40,377,990		\$ 52,837,407
2004-05	\$ 535,916,483	\$ 135,159,656	\$ 400,756,827	\$ 81,319,936	\$ 51,368,483		\$ 30,451,453
2003-04	\$ 508,340,192	\$ 138,034,818	\$ 370,305,374	\$ 106,097,696	\$ 64,525,899		\$ 41,571,797
Seminole Boosters, Inc.							
2007-08	\$ 179,384,384	\$ 47,260,089	\$ 132,124,295	\$ 29,665,700	\$ 22,593,916		\$ 7,071,784
2006-07	\$ 172,255,277	\$ 45,702,766	\$ 126,552,511	\$ 30,855,766	\$ 18,128,546		\$ 12,727,220
2005-06	\$ 148,946,109	\$ 25,111,419	\$ 123,834,690	\$ 24,213,989	\$ 16,630,510		\$ 7,583,479
2004-05	\$ 139,766,961	\$ 21,944,155	\$ 117,822,806	\$ 45,640,751	\$ 19,952,566		\$ 25,688,185
2003-04	\$ 110,344,807	\$ 15,910,739	\$ 94,434,068	\$ 24,016,256	\$ 12,275,891		\$ 11,740,365
FSU Financial Assistance, Inc.							
2007-08	\$ 90,122,030	\$ 74,374,666	\$ 15,747,364	\$ 1,277,320	\$ 2,663,736		\$ (1,386,416)
2006-07	\$ 92,901,170	\$ 77,267,390	\$ 15,633,780	\$ 1,100,319	\$ 2,634,836		\$ (1,534,517)
2005-06	\$ 95,786,885	\$ 79,657,637	\$ 16,129,248	\$ 1,123,278	\$ 2,605,325		\$ (1,482,047)
2004-05	\$ 98,311,266	\$ 82,271,566	\$ 16,039,700	\$ 897,671	\$ 2,033,234		\$ (1,135,563)
2003-04	\$ 98,655,158	\$ 83,779,342	\$ 14,875,816	\$ 2,262,604	\$ 1,823,558		\$ 439,046
FSU Research Foundation, Inc.							
2007-08	\$ 151,598,428	\$ 47,853,577	\$ 103,744,851	\$ 12,844,275	\$ 15,185,848		\$ (2,341,573)
2006-07	\$ 162,661,894	\$ 56,575,465	\$ 106,086,428	\$ 24,024,138	\$ 14,128,137		\$ 9,896,001
2005-06	\$ 156,585,969	\$ 60,395,545	\$ 96,190,424	\$ 13,589,601	\$ 13,668,338		\$ (78,737)
2004-05	\$ 160,799,930	\$ 64,530,763	\$ 96,269,162	\$ 17,143,262	\$ 13,510,295		\$ 3,632,967
2003-04	\$ 165,197,491	\$ 72,561,296	\$ 92,636,195	\$ 29,649,944	\$ 23,117,080		\$ 6,532,864
John and Mable Ringling Museum of Art, Inc.							
2007-08	\$ 3,786,367	\$ 92,837	\$ 3,693,530	\$ 1,666,787	\$ 1,516,960		\$ 149,827
2006-07	\$ 3,596,012	\$ 52,309	\$ 3,543,703	\$ 1,879,174	\$ 1,946,657		\$ (67,483)
2005-06	\$ 3,676,236	\$ 94,461	\$ 3,581,775	\$ 1,849,900	\$ 1,641,000		\$ 208,900
2004-05	\$ 3,404,469	\$ 31,774	\$ 3,372,695	\$ 1,345,582	\$ 1,212,227		\$ 133,355
2003-04	\$ 3,260,746	\$ 21,226	\$ 3,239,520	\$ 1,182,908	\$ 1,140,170		\$ 42,738
FSU Performing Arts Center Foundation, Inc.							
2007-08			NA				NA
2006-07			NA				NA
2005-06			NA				NA
2004-05			NA				NA
2003-04			NA				NA
FSU Magnet Research and Development, Inc.							
2007-08	\$ 748,341	\$ 202,406	\$ 545,935	\$ 1,142,708	\$ 713,590		\$ 429,118
2006-07	\$ 670,043	\$ 553,226	\$ 116,817	\$ 327,468	\$ 210,651		\$ 116,817
2005-06			NA				NA
2004-05			NA				NA
2003-04			NA				NA

6C2R-2.025 Direct Support Organizations.

(1) The President of the University may recommend to the Board of Trustees that an organization meeting the requirements of Section 1004.28(1)(a), F.S., be designated a Florida State University Direct Support Organization ("DSO"). Upon approval by the Board of Trustees, a DSO shall be considered to be certified and authorized to use the property, facilities and personal services of the University.

(2) In order to be considered for certification as a DSO, an organization must fulfill the requirements of Section 1004.28(1)(a), F.S., and must have Articles of Incorporation and Bylaws that together:

(a) Provide that any person employed by the organization shall not be considered to be an employee of the Florida State University Board of Trustees by virtue of employment by the DSO.

(b) Provide that the chief executive officer or director of the DSO shall be selected and appointed by the governing board of the DSO, with prior approval of the President of the University, and that the chief executive officer or director shall report to the President or a designee reporting directly to the President.

(c) Provide that any amendments to the Articles of Incorporation or Bylaws be submitted by the President of the University to the Board of Trustees for approval prior to becoming effective.

(d) Provide that the President of the University shall have the following powers and duties:

1. Monitor and control the use of University resources by the organization.
2. Control the use of the University name by the DSO.
3. Monitor compliance of the organization with federal and state laws.
4. Recommend to the governing board of the board of trustees an annual budget.
5. Review and approve quarterly expenditure plans.
6. Approve contributions of funds or supplements to support intercollegiate athletics.

(e) Provide that the organization shall provide equal employment opportunities to all persons regardless of race, color, religion, gender, age or national origin.

(f) Prohibit the giving, directly or indirectly, of any gift to a political committee or committee of continuous existence as defined in Section 106.011, F.S., for any purpose other than those certified by a majority roll call vote of the organization's governing board at a regularly scheduled meeting as being directly related to the educational mission of the University.

(3) The President of the University or a designee shall serve on the governing body and executive committee of each DSO.

(4) Each DSO shall submit an annual budget, which has been approved by its governing board and recommended by the President of the University to the Board of Trustees for review. Such proposed budget shall be submitted no later than ninety (90) days after the first day of the fiscal year to which the proposed budget pertains. Each proposed budget shall include therein:

- (a) Expenditures for the construction of physical facilities, and
- (b) Salary supplements, compensation and benefits provided to the President, University faculty, and staff, and to DSO employees to be paid with assets of the DSO, which shall be specifically identified.

(5) Each DSO shall prepare and submit to the President no later than the first day of each quarter of the organization's fiscal year a quarterly expenditure plan that separately delineates planned actions which would cause a commitment of University resources or which represent a significant commitment of the resources of the DSO, including:

- (a) Major fund raising events and campaigns and their purpose.
 - (b) Compensation and benefits to University employees and employees of the organization.
 - (c) Capital projects, including land acquisition, construction, renovation or repair.
 - (d) Other major commitments of the resources of the organization.
- (6) Each DSO shall cause a financial audit of its accounts and records to be

conducted by an independent certified public accountant after the close of each fiscal year. The audit report shall be submitted by the President of the University to the Board of Trustees no later than the end of the fourth month following the close of the organization's fiscal year.

(a) Audits shall be conducted pursuant to Section 1004.28(5), F.S., and in accordance with rules adopted by the Auditor General pursuant to Section 11.45(8), F.S., and Florida State University rules.

(b) The President of the University shall submit the annual audit report to the Auditor General no later than nine (9) months after the close of the organization's fiscal year.

(7) The President of the University may recommend to the Board of Trustees that an organization be decertified as a DSO if the President determines that the organization is no longer serving the best interest of the University. The recommendation for decertification shall include a plan for disposition of the organization's assets and liabilities.

Specific Authority BOG Resolution January 7, 2003; Reg. Procedure July 21, 2005. Law Implemented 1001.74(37), 1004.28 FS. History--New 4-21-03, 9-13-07



MEMORANDUM

TO: President T.K. Wetherell
FROM: John Carnaghi 
DATE: September 4, 2008
SUBJECT: FY2009-2010 Fixed Capital Outlay Budget Request
Request for Approval

Last June, a draft version of the University's FY2009-2010 Fixed Capital Outlay Budget Request was presented to the Board of Trustees with a request to empower the University President to finalize and submit the document to the Board of Governors.

Each year, pursuant Sections 216.0158, 216.043 and 1013.64, Florida Statutes the Division requires each college and university to update its Capital Improvement Plan (CIP), which is the cornerstone of the annual Fixed Capital Outlay Budget Request. The CIP is intended to present the additional academic and academic support facilities needed for a five-year period.

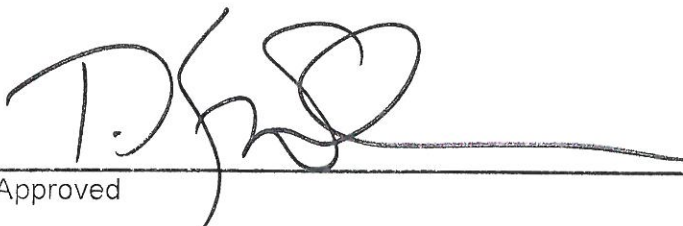
On August 1, 2008, Florida State submitted the final version of its FY2009-2010 Fixed Capital Outlay Budget Request to the Board of Governors. In addition to the five year list of capital priorities, this year's CIP included a list of capital projects that require the following approvals:

1. Bonded projects
2. Projects funded from institution sources that require general revenue for operation.
3. Projects to be financed and constructed by a Direct Support Organization

The attached sheets contain the highlights of FSU's Fixed Capital Outlay Budget Request.

JRC/ps

Attachment


Approved

FLORIDA STATE UNIVERSITY
FIVE YEAR CAPITAL IMPROVEMENT PLAN AND LEGISLATIVE BUDGET REQUEST

PECO Projects

New Priority No.	Project Name	Request Per Fiscal Year					Total Requested
		2009-2010	2010-2011	2011-2012	2012-2013	2013-2014	
1	Utilities/Infrastructure/Roofing/Capital Renewal	10,500,000 PC	10,500,000 PC	12,500,000 PC	12,500,000 PC	15,000,000 PC	61,000,000
2	Academic Support Building	2,200,000 P	28,300,000 C	3,000,000 E			33,500,000
3	Library Information Commons	3,800,000 P	50,000,000 C	4,000,000 CE			57,800,000
4	Physics Building	3,750,000 P	48,250,000 C	4,000,000 CE			56,000,000
5	Teaching Classroom Building	1,700,000 P	24,300,000 C	2,500,000 E			28,500,000
6	College of Law Remodeling & Expansion	5,000,000 PC	3,000,000 CE				8,000,000
7	Engineering Research Building	2,500,000 P	28,500,000 C	3,000,000 CE			34,000,000
8	Dittmer Building Remodeling	3,000,000 P	36,000,000 C	3,000,000 E			42,000,000
9	FAMU-FSU College of Engineering III - Joint Use	32,000,000 PCE					32,000,000
10	Land Acquisition	5,000,000 LA		5,000,000 LA			10,000,000
11	Clinical Training Center (Non-Medical)	2,000,000 P	20,000,000 C	3,000,000 E		5,000,000 LA	25,000,000
12	Teaching Gymnasium (Tully)		4,200,000 P	56,400,000 C	6,000,000 E		66,600,000
13	Academic Community Complex		6,700,000 P	97,300,000 C	6,000,000 CE		110,000,000
14	Gunter Building Remodeling		800,000 P	7,200,000 C	1,500,000 E		9,500,000
15	Kellogg Research Building Remodeling			1,400,000 P	12,200,000 C	2,000,000 CE	15,600,000
16	Eppes Hall Remodeling			1,200,000 P	9,000,000 C	2,000,000 CE	12,200,000
17	Biology Unit I Remodeling						
TOTAL		71,450,000	260,550,000	203,500,000	47,200,000	26,200,000	608,900,000

Challenge Grant Projects

18	College of Music Teaching Improvements (State Share)	1,769,423 PCE					1,769,423
19	Ringling Circus Museum (State Share)	593,763 PCE					593,763
20	Center for Asian Art (State Share)	4,100,000 PCE					4,100,000
21	Student Success Center Improvements (State Share)	498,982 PCE					498,982
22	School of Hospitality Teaching Improvements (State Share)	328,813 PCE					328,813
23	College of Medicine Clinic Improvements (State Share)	2,000,000 PCE					2,000,000
24	College of Education Multipurpose Teaching Facility (State Share)	1,000,000 PCE					1,000,000
25	Panama City Academic Center (State Share)	170,519 PCE					170,519
TOTAL		10,461,500	0	0	0	0	10,461,500

Joint-Use Projects

26	FAMU-FSU College of Engineering IV - Joint Use	32,000,000 PCE					32,000,000
27	College of Medicine Central Florida Campus - Joint Use	3,000,000 PCE					3,000,000
28	State Autism & Disability Center - Joint Use	12,500,000 PCE					12,500,000
TOTAL		47,500,000	0	0	0	0	47,500,000

GRAND TOTAL 129,411,500 260,550,000 203,500,000 47,200,000 26,200,000 666,861,500

P = Planning C = Construction CE = Construction / Equipment LA = Land Acquisition

STATE UNIVERSITY SYSTEM OF FLORIDA
2009-2010 Fixed Capital Outlay Projects Requiring Approval to SELL BONDS

Univ	Project Title	GSF	Brief Description of Project	Project Amount	Project Location (City/County)	Revenue Source to be Pledged	Renewal of Approval (Yes/No)
FSU	Parking Improvements	250,000	This project will provide a series of parking improvements on the Main Campus including the construction of a new 1,500 car parking garage, the development of new surface lots, and improvements to existing surface lots.	\$20,000,000	Main Campus Tallahassee Leon County	Parking / Transportation Fees	Yes
FSU	French Study Center	50,000	This project involves the acquisition of land and construction or modification of a facility for use as a multi-purpose facility for academic and student housing.	\$15,000,000	Paris Vacinity, France	Auxiliary Program Participation Fees	Yes
FSU	Panama Study Center	150,000	This project involves the acquisition of land and construction or modification of a facility for use as a multi-purpose facility for academic and student housing.	\$12,000,000	Panama, Panama,	Auxiliary Program Participation Fees	Yes
FSU	Italian Study Center	40,000	This project involves the acquisition of land and construction or modification of a facility for use as a multi-purpose facility for academic and student housing.	\$12,000,000	Florence, Italy	Auxiliary Program Participation Fees	Yes
FSU	Student Wellness Center	150,000	This project will enable the University to expand its clinical and prevention programs to students and the community and increase its focus on prevention, health education and clinical specialty programs such as dental and vision. Funding includes both PECO and bond proceeds.	\$57,500,000	Main Campus Tallahassee Leon County	Student Facility Fees	Yes
FSU	Research and Development Facility - Number Three (Materials Research Facility)	80,000	This project involves the construction of a new building for research and development activities.	\$30,000,000	Southwest Campus Tallahassee Leon County	FSU Research Foundation	Yes
FSU	Research and Development Facility - Number Four	85,000	This project involves the construction of a new building for research and development activities.	\$34,000,000	Southwest Campus Tallahassee Leon County	FSU Research Foundation	Yes

STATE UNIVERSITY SYSTEM OF FLORIDA
2009-2010 Fixed Capital Outlay Projects Requiring Approval Projects to be Financed and Constructed by a DSO

Univ	Project Title	GSF	Brief Description of Project	Project Amount	Project Location (City/County)	Revenue Source to be Pledged	Renewal of Approval (Yes/No)
FSU	Research and Development Facility - Number Three (Materials Research Facility)	80,000	This project involves the construction of a new building for research and development.	\$30,000,000	Innovation Park Tallahassee	FSU Research Foundation	Yes
FSU	Research and Development Facility - Number Four	85,000	This project involves the construction of a new building for research and development.	\$34,000,000	Innovation Park Tallahassee	FSU Research Foundation	Yes
FSU	French Study Center	50,000	This project involves the acquisition of land and construction or modification of a facility for use as a multi-purpose facility for academic and student housing.	\$15,000,000	Paris Vacinity, France	Auxiliary Program Participation Fees	Yes
FSU	Panama Study Center	150,000	This project involves the acquisition of land and construction or modification of a facility for use as a multi-purpose facility for academic and student housing.	\$12,000,000	Panama, Panama.	Auxiliary Program Participation Fees	Yes
FSU	Italian Study Center	40,000	This project involves the acquisition of land and construction or modification of a facility for use as a multi-purpose facility for academic and student housing.	\$12,000,000	Florence, Italy	Auxiliary Program Participation Fees	Yes

STATE UNIVERSITY SYSTEM OF FLORIDA
2008-2009 Fixed Capital Outlay Projects Requiring Authorization
and General Revenue Funds to Operate and Maintain

Univ	Project Title	GSF	Brief Description of Project	Project Location	Project Amount	Funding Source	Est Annual Amt for		Renewal of Legislative Approval (Yes/No)
							Operational & Maint Costs	Amount	
FSU	Minor Projects for FSU Facilities	30,000	This project seeks funding for minor projects that are completed in the University's E&G facilities for which General Revenue funds will be necessary for operation and maintenance.	Main Campus Tallahassee, FL Leon County	\$5,000,000	E&G Funds	\$210,000	General Revenue	No
FSU	Silger Building	38,300	The University has executed a long-term lease with the FSU Research Foundation for the use of this space. It will primarily house research operations.	Southwest Campus Tallahassee, FL Leon County	\$0	FSU Research Foundation	\$400,000	General Revenue	No
FSU	Johnson Building	30,000	The University has executed a long-term lease with the FSU Research Foundation for the use of this space. It will primarily house research operations.	Southwest Campus Tallahassee, FL Leon County	\$0	FSU Research Foundation	\$300,000	General Revenue	No
FSU	Shaw Building	40,000	The University has executed a long-term lease with the FSU Research Foundation for the use of this space. It will primarily house research operations.	Southwest Campus Tallahassee, FL Leon County	\$0	FSU Research Foundation	\$400,000	General Revenue	No