



FLORIDA STATE UNIVERSITY

BOARD OF TRUSTEES

Finance and Business Committee



FLORIDA STATE UNIVERSITY

BOARD OF TRUSTEES

Finance and Business Committee

MEETING AGENDA

Wednesday, November 20, 2024

3:00 pm – 4:30 pm

North Florida Innovation Labs

1729 West Paul Dirac Drive

Tallahassee, FL 32310

Room 101

The agenda will be followed in subsequent order and items may be heard earlier than the scheduled time.

I. Call to Order and Welcome

Trustee Jim Henderson, Chair

II. Approval of Minutes

September 12, 2024, Meeting Minutes

III. Action Items for Consideration of Recommendation to the Board of Trustees

Mr. Kyle Clark, Senior Vice President for Finance & Administration

a. Action Item I: Request for Approval: Internal Loan in Support of the Lacrosse Program

b. Action Item II: Request for Approval: New Regulation - FSU-5.101 Educational Locations

IV. Informational Items and Updates

Mr. Kyle Clark, Senior Vice President for Finance & Administration

V. Open Forum for Trustees

Trustee Jim Henderson, Chair

VI. Adjournment

Trustee Jim Henderson, Chair



FLORIDA STATE UNIVERSITY
BOARD OF TRUSTEES
Finance and Business Committee

MEETING MINUTES

September 12, 2024



FLORIDA STATE UNIVERSITY

BOARD OF TRUSTEES

Finance and Business Committee

MEETING MINUTES (DRAFT)

Thursday, September 12, 2024

3:00p.m.-4:30p.m.

Augustus B. Turnbull Conference Center
555 W Pensacola St, Tallahassee, FL 32306
Room 214

Committee Members Present: Trustee Jackson Boisvert, Trustee Jorge Gonzalez, Trustee Jim Henderson (Chair), Trustee Drew Weatherford

Committee Members Attending via Zoom: Trustee Maximo Alvarez

Other Trustees in Attendance: Chairman Peter Collins, Trustee Vivian de las Cuevas-Diaz

Committee Staff: Kyle Clark, Senior Vice President for Finance & Administration; Renisha Gibbs, Associate Vice President for Human Relations & Chief of Staff for Finance & Administration; Sadie Greiner, Chief Construction Officer; Rosey Murton, Chief Procurement Officer; Barbara O'Connor, Assistant Vice President for Public Safety; Katie Perkins, Chief Budget Officer; Michael Williams, Associate Vice President for Finance & Administration

I. Call to Order and Welcome

Chairman Jim Henderson

Chairman Henderson called the meeting to order at 2:58pm.

II. Approval of Minutes

June 20, 2024, Meeting Minutes

Chairman Henderson moved to approve the June 20, 2024, meeting minutes and the minutes were approved as presented without objection.

III. Action Items for Consideration of Recommendation to the Board of Trustees

Mr. Kyle Clark, Senior Vice President for Finance & Administration

a. Action Item I: Request for Approval: 2024-2025 Carryforward Spending Plan

Senior Vice President Clark started with an introduction to Trustee Jackson Boisvert, the newest member of the Finance & Business Committee. Trustee Boisvert commented with a quick overview of his background serving as Student Government President.

Senior Vice President Clark then turned the first item for discussion over to Chief Budget Officer Katie Perkins. Katie explained the Carryforward Spending Plan; E&G appropriations and Legislation appropriations are the key components. The process that generates the Carryforward Spending Plan and how it includes 700-line items was discussed. A chart showing the Carryforward Spending Plan categories that the Board of Governors require information on yearly was presented. The report breaks down FSU's funding budgets, explaining the totals that were generated in each category. A new requirement from Board of Governors of a 2% deferred maintenance reserve was discussed in detail. An approval of the 2024-2025 Carryforward Spending Plan of \$198 million and approval for the President to make subsequent changes as needed was requested.

There was a motion by Trustee Weatherford to approve the 2024-2025 Carryforward Spending Plan. Trustee Gonzalez seconded the motion, and it was approved unanimously by all present at the meeting.

b. Action Item II: Request for Approval: 2024-2025 Fixed Capital Outlay Budget

Senior Vice President Clark gave highlight of Capital Projects. Chief Budget Officer Katie Perkins continued with explanation that the capital projects list is compiled of nearly 300 projects with total cost of nearly \$2.2 billion. \$520 million was requested in June BOT, but due to the increase in property acquisitions, a change of \$534 million was requested. The Fixed Capital Outlay project summary was broken down of the spending projection of 2025, hence showing the reason for the increased request. Senior Vice President Clark shared details of the projects that gained additional capital funding through the Legislature. Trustee Weatherford questioned the amount for property acquisition. Senior Vice President Clark discussed the adjustments and breakdown for the strategic property acquisition. Strategic Property Acquisition and Space Utilization Testing was discussed further. Chief Construction Officer, Sadie Greiner's background was shared with the committee and Chairman Henderson commended her on past achievements. Student Housing growth and needs were discussed briefly. The approval of the 2024-2025 Fixed Capital Outlay Budget, including the carryforward support for the FSU Health Unit, was requested.

There was a motion by Chairman Henderson to approve the 2024-2025 Fixed Capital Outlay Budget. Trustee Weatherford seconded the motion, and it was approved unanimously by all present at the meeting.

c. Action Item III: Request for Approval: Status Report on Purchase Orders Over \$1M and 5+ Years of Service Contracts

Senior Vice President Clark introduced Chief Procurement Officer, Rosey Murton. Rosey explained the federal and state laws for procurement standards. The applicable Board of Governors regulations were listed along with the applicable university procurement regulations and policies. A new regulation from the Board of Governors now requires a signed affidavit on all future contracts with companies. Rosey shared a flow-chart that explained the process Procurement takes for soliciting contracts and the negotiation time frame for gaining the contract. Informal solicitations are considered \$25,000- \$149,999 and formal solicitations were increased to \$150,000 by the BOG. The efficiencies that Procurement now administers were discussed. A graph was presented showing the growth of contracts and requisitions 2020 through 2024.

Senior Vice President Clark explained the amounts for the purchase orders over \$1 million and broke down the information of the service contracts the Board of Governors require every year to report. Further discussion was given to Procurement contracts and the laws and policies that implement them. Approval for the status report on the purchase orders over \$1 million and 5+ years of service contracts was requested.

There was a motion by Board of Trustees Chairman Collins to approve the Status Report on Purchase Orders Over \$1M and 5+ Years of Service Contracts. The motion was seconded by Trustee Weatherford, and it was approved unanimously by all present at the meeting.

d. Action Item IV: Request for Approval: Regulation Amendment to FSU.2015, Procurement and Purchasing

The regulation amendment to FSU.2015 was brought before the board in June. Senior Vice President Clark explained as an emergency regulation and now asking to formally approve. This amendment would allow to efficiently associate on contracts and lift the 60–90-day negotiation time frames.

There was a motion by Trustee Gonzalez to approve the Regulation Amendment to FSU.2015, Procurement and Purchasing. Trustee Weatherford seconded the motion, and it was approved unanimously by all present at the meeting.

e. Action Item V: Request for Approval: Florida State University Employee Bonus Plan Report

Associate Vice President for Human Resources, Renisha Gibbs, presented the annual bonus plan which is now a required report for the Board of Trustees. Associate Vice President Gibbs explained the individual areas that break down the bonus plan, Recruitment, Retention, Work Performance, and Initiative Programs. Charts were presented explaining the amounts within the various categories. Approval of the current bonus plan report was requested.

There was a motion by Board of Trustees Chairman Collins to approve the Florida State University Employee Bonus Plan Report. Trustee Gonzalez seconded the motion, and it was approved unanimously by all present at the meeting.

f. Action Item VI: Request for Approval: Campus Master Plan Amendment

Approval was requested to amend the current Campus Master Plan to include the new Lacrosse field in the Southwest entrance of campus. Senior Vice President Clark explained the possible locations for the Lacrosse field. Chief Construction Officer, Sadie Greiner, added explanation of the Lacrosse stadium and amenities answering Trustee Weatherford's question of completion in December 2025.

There was a motion by Trustee Gonzalez to approve the Campus Master Plan Amendment. The motion was seconded by Chairman Henderson, and it was approved unanimously by all present at the meeting.

IV. Informational Items and Updates

Mr. Kyle Clark, Senior Vice President for Finance & Administration

Chief Budget Officer Katie Perkins shared a graph showing fund groups for the 2024 budget and compared the preliminary actuals giving the unexpended budget amount and percentage.

Senior Vice President Clark gave thanks and appreciation to his staff.

V. Open Forum for Board of Trustees

Trustee Jim Henderson, Chair

VI. Adjournment

Trustee Jim Henderson, Chair

The meeting was adjourned at 4:32pm.



FLORIDA STATE UNIVERSITY
BOARD OF TRUSTEES
Finance and Business Committee

ACTION ITEM I



FLORIDA STATE UNIVERSITY

BOARD OF TRUSTEES

Finance and Business Committee

ACTION ITEM I

November 20, 2024

SUBJECT: Request for Approval: Internal Loan in Support of the Lacrosse Complex

PROPOSED COMMITTEE ACTION

1. Approve the University to provide the Athletics Department with an Internal Bank loan up to \$12M.

AUTHORITY FOR BOARD OF TRUSTEES ACTION

Florida Statutes – Section 1011.42(5) and Section 218.415
Board of Governors – Regulation 9.013 Auxiliary Operations
University Policy – 4-OP-D-2-H Investments

BACKGROUND INFORMATION

Board of Governors Regulation 9.013 provides BOT the authority to consider using unreserved cash from a non-athletic auxiliary for Athletics, with BOG approval. The BOG will consider requests on a case-by-case basis, taking into consideration the unique facts and circumstances surrounding each situation.

The University's Investment policy is designed to ensure the prudent management of public funds, the availability of operating and capital funds when needed, and to offer an internal funding mechanism as an alternative to external financing, such as accessing capital markets through the issuance of revenue bonds. The University Internal Bank may only invest funds from auxiliary operations, as described in and regulated by Florida Board of Governors Regulations 9.007 and 9.013 and in their Glossary of Budget and Finance Terms. These funds would also include Designated operations, as defined by University Policy 4-OP-D-1, with the exception of certain student fees. Auxiliary enterprise reserves restricted by bond covenants, for which such auxiliary enterprise has currently outstanding bonds, may not be invested in the Internal Bank.

In accordance with BOG regulation, the University shall provide the BOT with the following information.

- a. The specific non-athletic auxiliary the funds are coming from, the amount of the proposed transfer, and the amount of reserves available;

Loan funds will come from miscellaneous administrative auxiliary/designated activity reserves. These funds are generated from various sources, including purchasing card rebates and interest earnings. It is proposed that \$12 million be transferred to Athletics from these funds. As of 10/27/2024, these reserves carried a balance of approximately \$47.2 million.

- b. Justification that the use of unreserved cash from the non-athletic auxiliary will benefit the broader student body or campus community;

Expanding into Women's Lacrosse will benefit the University from a Title IX gender equity in athletics perspective as well as grant access to another NCAA varsity level sport for female student-athletes. Expanding a University's NCAA athletic portfolio increases brand recognition and student involvement for FSU and FSU athletics.

- c. If the supporting non-athletic auxiliary has outstanding debt, verification that the funds to be used are unreserved cash balances and that sufficient current revenues exist to cover all expenditures, including, but not limited to, debt service payments and required reserves;

The supporting non-athletic auxiliaries being considered for this Internal Bank loan do not have outstanding debt.

- d. Assurance by the university, with concurrence of the Division of Bond Finance, that such transfer does not violate any bond covenants;

The University assures the BOT, there are no outstanding bonds secured by the proposed loan funds.

- e. In the event the non-athletic auxiliary revenues to be transferred include student fees or payments, documentation that a disclosure has been made to students that non-athletic auxiliary revenues which include student fees or payments will be transferred to athletics.

The non-athletic auxiliary revenues to be transferred do not include student fees or payments.

ADDITIONAL COMMITTEE CONSIDERATIONS

Supporting Documentation Included: Attachment – Draft Loan Agreement and Annual Debt Service schedule

Submitted by: Kyle Clark, Senior Vice President Finance and Administration

FLORIDA STATE UNIVERSITY INTERNAL LOAN AGREEMENT

IN CONSIDERATION of the Lender, **Florida State University Board of Trustees, a Florida public body corporate on behalf of Florida State University** (hereinafter “University”), loaning certain monies (the “loan”) to the Borrower, **Florida State University Athletics** (hereinafter “Athletics”), and Borrower repaying the Loan to the Lender, both parties agree to keep, perform and fulfill the promises and conditions set out in this Agreement.

I. Loan Terms

The University promises to loan \$12,000,000 USD to Athletics and Athletics promises to repay this principal amount to the University over fifteen (15) years, with interest payable on the unpaid principal at the rate of 4.25% per annum, accrued monthly, calculated on a 30/360 basis, for the first 5 years. The interest rate will be reviewed at the end of 5 years to determine if an increase is warranted based on market conditions.

The principal shall be paid annually, beginning in Fiscal Year 2027, and interest shall be paid semi-annually in accordance with the attached Preliminary Schedule. The first interest payment shall be due on May 1, 2025, and the final principal and interest payment shall be due on November 1, 2039.

Pursuant to the FSU Athletics Association covenants, the repayment of this loan shall be subordinate to the repayment of any outstanding FSU Athletic Association Revenue Bonds.

II. Default Provisions

In case of a default, the University has guaranteed the loan with available funds in the priority as follows:

- (a) Future State Appropriations or funds authorized by the Legislature, private gifts, or donations
- (b) Athletics Auxiliary Reserve Funds
- (c) Seminole Boosters, Inc. Reserve Funds

III. Purpose of the Loan

The loan will fund the construction of a lacrosse complex for intercollegiate athletic competitions.

IN WITNESS WHERE OF each of the parties has caused this Agreement to be executed on its own behalf by its authorized officers.

The Florida State University,
acting for, and on behalf of, the FSU Board of
Trustees

Richard D. McCullough
University President

Michael Alford
Vice President & Director of Athletics

Kyle Clark
Senior Vice President

FSU Athletics - Lacrosse Complex
\$12,000,000 Loan
15-Year Debt
Estimated Debt Service Schedule

<u>Date</u>	<u>Principal</u>	<u>Interest @4.25%</u>	<u>Total</u>	<u>Fiscal Year Total</u>
5/1/2025	\$ -	\$ 255,000	\$ 255,000	\$ 255,000
11/1/2025	\$ -	\$ 255,000	\$ 255,000	
5/1/2026	\$ -	\$ 255,000	\$ 255,000	\$ 510,000
11/1/2026	\$ 645,000	\$ 255,000	\$ 900,000	
5/1/2027	\$ -	\$ 241,294	\$ 241,294	\$ 1,141,294
11/1/2027	\$ 670,000	\$ 241,294	\$ 911,294	
5/1/2028	\$ -	\$ 227,056	\$ 227,056	\$ 1,138,350
11/1/2028	\$ 700,000	\$ 227,056	\$ 927,056	
5/1/2029	\$ -	\$ 212,181	\$ 212,181	\$ 1,139,238
11/1/2029	\$ 730,000	\$ 212,181	\$ 942,181	
5/1/2030	\$ -	\$ 196,669	\$ 196,669	\$ 1,138,850
11/1/2030	\$ 760,000	\$ 196,669	\$ 956,669	
5/1/2031	\$ -	\$ 180,519	\$ 180,519	\$ 1,137,188
11/1/2031	\$ 795,000	\$ 180,519	\$ 975,519	
5/1/2032	\$ -	\$ 163,625	\$ 163,625	\$ 1,139,144
11/1/2032	\$ 830,000	\$ 163,625	\$ 993,625	
5/1/2033	\$ -	\$ 145,988	\$ 145,988	\$ 1,139,613
11/1/2033	\$ 865,000	\$ 145,988	\$ 1,010,988	
5/1/2034	\$ -	\$ 127,606	\$ 127,606	\$ 1,138,594
11/1/2034	\$ 900,000	\$ 127,606	\$ 1,027,606	
5/1/2035	\$ -	\$ 108,481	\$ 108,481	\$ 1,136,088
11/1/2035	\$ 940,000	\$ 108,481	\$ 1,048,481	
5/1/2036	\$ -	\$ 88,506	\$ 88,506	\$ 1,136,988
11/1/2036	\$ 980,000	\$ 88,506	\$ 1,068,506	
5/1/2037	\$ -	\$ 67,681	\$ 67,681	\$ 1,136,188
11/1/2037	\$ 1,020,000	\$ 67,681	\$ 1,087,681	
5/1/2038	\$ -	\$ 46,006	\$ 46,006	\$ 1,133,688
11/1/2038	\$ 1,065,000	\$ 46,006	\$ 1,111,006	
5/1/2039	\$ -	\$ 23,375	\$ 23,375	\$ 1,134,381
11/1/2039	\$ 1,100,000	\$ 23,375	\$ 1,123,375	\$ 1,123,375
	\$ 12,000,000	\$ 4,677,975	\$ 16,677,975	\$ 16,677,975

Note: Based on level debt service with no principal payment in the first year. Interest rate of 4.25% is equivalent to the 10-year U.S. Treasury on October 28, 2024. Assumes a funding date of November 1, 2024.



FLORIDA STATE UNIVERSITY
BOARD OF TRUSTEES
Finance and Business Committee

ACTION ITEM II



FLORIDA STATE UNIVERSITY
BOARD OF TRUSTEES
Finance and Business Committee

ACTION ITEM II
November 20, 2024

SUBJECT: Request for Approval: New Regulation FSU-5.101 Educational Locations

PROPOSED COMMITTEE ACTION

1. Approve New Regulation

This Regulation implements the requirement of BOG 8.009 Educational Locations that “Each board of trustees shall adopt regulations consistent with this regulation for establishing, reclassifying, relocating, and closing educational locations.” Consistent with that regulation, it establishes basic procedures for such actions as within the authority of the BOG and FSU BOT.

AUTHORITY FOR BOARD OF TRUSTEES ACTION

BOG 1.001(3) gives the Board of Trustees authority to adopt regulations. BOG 8.009 provides that “Each board of trustees shall adopt regulations consistent with this regulation for establishing, reclassifying, relocating, and closing educational locations.”

BACKGROUND INFORMATION

The Florida Board of Governors recently amended its BOG 8.009 and this regulation is consistent with that amendment.

ADDITIONAL COMMITTEE CONSIDERATIONS

Florida Board of Governors approval is not required.

Supporting Documentation Included: (1) Proposed Notice, (2) Proposed Regulation FSU-2.015 Purchasing and Procurement Regulation.

Submitted by: Kyle Clark, Senior Vice President for Finance and Administration

SUMMARY OF PROPOSED UNIVERSITY REGULATION

FSU-5.101 Educational Locations

This Regulation implements the requirement of BOG 8.009 Educational Locations that “Each board of trustees shall adopt regulations consistent with this regulation for establishing, reclassifying, relocating, and closing educational locations.” Consistent with that regulation, it establishes basic procedures for such actions as within the authority of the BOG and FSU BOT.

AUTHORITY FOR THE PROPOSED UNIVERSITY REGULATION

The authority for the proposed regulation is as follows: Board of Governors Regulations 1.001 (3), (4), 8.009

UNIVERSITY OFFICIAL INITIATING THE REGULATION

Proposed adoption of Regulation **FSU-5.101 has been approved by** has been initiated by Kyle Clark, Vice President for Finance and Administration

PROCEDURE FOR PROVIDING COMMENTS ON THE PROPOSED UNIVERSITY REGULATION

Any person may submit written comments concerning the proposed regulation within 14 days of the date of this notice to:

Art Wiedinger
Office of General Counsel
424 Westcott Building
Florida State University
Tallahassee, FL 32306-1400
Electronic address: awiedinger@fsu.edu
850-644-8973 (fax)
850-644-4440 (phone)

FSU-5.101 Educational Locations

(1) Pursuant to Florida Board of Governors (BOG) Regulation 8.009, Educational Locations, the following approval process is hereby established for the establishment, reclassification, relocation, or closing of educational locations apart from the main campus. Furthermore, the establishment of an academic program in which a student may receive at least 25 percent of credits toward an academic program (e.g., degree, major, certificate) at any location other than an approved FSU campus or site triggers notice to or approval from the university's institutional accreditation agency and should be cross-referenced with FSU Policy 9-2, Substantive Change.

(2) Approval for Instructional Sites and Other Sites as defined by BOG Regulation 8.009

(a) The President may establish educational locations defined as instructional sites and other sites consistent with any additional notification requirements provided as follows. Proposals for a new location may only be advanced by a dean or a member of the President's cabinet and must include prior review and comment by the institutional accreditation liaison.

1. If the intent is that a location defined as instructional site or other site will transition to a location type that requires BOG approval, notification must be provided to the Chancellor of the State University System (SUS) in advance of establishing the site. The Chancellor may require collaboration with other SUS institutions and/or BOG approval of the site prior to its establishment.

2. The President must notify the Chancellor in writing regarding any proposal for the establishment of any location outside the United States before it is approved. This notice must include the following elements:

a. Relationship of the location to the university's mission and strategic plan;

b. Any known legal requirements of the host country that must be met to establish and operate a location in that country, the legal jurisdiction that will be applicable to university operations, and a plan and timeline for meeting those requirements;

c. Any financial obligations the university is responsible for relating to the operation of the location;

d. A risk assessment of the university's responsibility for the safety of students, faculty, and staff, including a mitigation plan;

e. The process by which the university will exercise control over the academic programs, faculty, and staff if the programs are not operated exclusively by the university; and

f. Any additional requirements outlined by BOG Regulation 9.012, Foreign Influence.

3. If the university would like to offer an existing program or more than half of the total required credits of an existing program at a new site, the university must provide details on the location change to the Chancellor and collaborate with the president of any impacted SUS institution.

(b) The President may close locations defined as instructional sites and other sites provided the decision is accompanied by a written teach out plan, consistent with FSU Policy 3A-4, that is developed by the relevant college for each affected academic program in consultation with the

university's institutional accreditation liaison. The only exception to the President's authority to close one of these location types is when the site is funded by the Legislature or established pursuant to law, in which case the BOT must approve the closure. Documentation justifying the closure shall be submitted to the BOT, along with confirmation that the President or designee has communicated with legislative leadership regarding the closure. Upon approval of the closure, the BOT shall submit its approval and any supporting documentation to the BOG so the Chancellor may notify the Governor and Legislature.

(3) Approval for Additional Campuses and Special Purpose Centers as defined by BOG Regulation 8.009

(a) Pursuant to BOG Regulation 8.009 Educational Locations, prior to the acquisition, establishment, reclassification, relocation, or closing of additional campuses or special purpose centers, the President shall consult with the Chancellor to inform strategic planning.

(b) The establishment, reclassification, relocation, or closing of an additional campus or special purpose center, including the acquisition of real property for such educational sites, shall be approved by the BOT and, subsequently, by the BOG.

(c) Proposals for the establishment, relocation, or reclassification of additional campuses and special purpose centers shall be developed using the format provided by the BOG and submitted by the President to the BOT for approval and subsequently to the BOG for approval. If the action requires submission of a prospectus to the university's institutional accreditor, that document is required as part of the BOT review and approval process. Approvals that involve any of the following conditions require additional coordination or information.

1. If the university would like to offer lower-division (1000- and 2000-level) courses at an additional campus, the President must collaborate with the presidents of the Florida College System and/or State University System institutions in that area to ensure that the course offerings are not duplicative.

2. If a university would like to offer a new degree program or programs at a new campus or special purpose center, the university must follow the steps in Regulation 8.011, Academic Degree Program Coordination and Approval, and collaborate with the president or designee of any impacted SUS institution.

3. If the university would like to offer an existing program or more than half of the total required credits of an existing program at a new campus or special purpose center, the university must provide details on the location change to the Chancellor and collaborate with the president of any impacted SUS institution.

4. Proposals for the establishment of additional campuses or special purpose centers outside the United States shall also include the following additional information:

a. Relationship of the location to the university's mission and strategic plan;

b. Any known legal requirements of the host country that must be met to establish and operate a location in that country, the legal jurisdiction that will be applicable to university operations, and a plan and timeline for meeting these requirements;

c. Any financial obligations the university is responsible for relating to the operation of the location;

d. A risk assessment of the university's responsibility for the safety of students, faculty, and staff, including a mitigation plan;

e. The process by which the university will exercise control over the academic program, faculty, and staff if the programs are not operated exclusively by the university; and

f. Any additional requirements outlined by BOG Regulation 9.012, Foreign Influence.

(d) Proposals for closing campuses and special purpose centers shall be submitted by the President to the BOT and subsequently to the BOG using the format specified by the BOG.

(4) Oversight of Educational Locations

(1) The Provost or designee is responsible for monitoring enrollment and academic program offerings at all university campuses and locations and submitting an annual report to the President.

(2) If enrollment increases at a location beyond what was approved by the BOG, the university should notify the BOG and submit a plan for maintaining enrollment at the approved level or reclassify the location.

(3) If enrollment falls below the minimum designated for the location as defined herein for three consecutive years, the university shall develop and implement a plan for increasing the enrollment, reclassifying the site, or closing the site. An exception to this provision shall be made for a Type III campus that was approved by the BOG for establishment at an enrollment below the minimum designated in BOG Regulation 8.009(1)(b)(4)(3). In such cases, if enrollments fall below the BOG-approved minimum for that site for three consecutive years, the university shall develop and implement a plan for increasing enrollment, reclassifying, or closing the site.

Authority: Board of Governors Regulation 1.001(3), (4), 8.009. History: New .