reviewing of the tool related to self-assessment and presidential evaluation.

Thank you, Trustee Washington.

MRS. BARGE-MILES: And Trustee Moore, Trustee Mills has joined the call.

TRUSTEE MOORE: Okay. Very good, then.

Trustee Mills, you've joined us and we are at the close of your committee. Is there any other business? Is there any other business?

If not --

TRUSTEE MILLS: My timing is perfect.

Thank you.

TRUSTEE MOORE: If not, then we will consider this meeting officially adjourned.

Okay. I would like to officially call the budget, finance and facilities committee meeting to order.

If I could get a roll call?

MRS. BARGE-MILES: Trustee Moore.

TRUSTEE MOORE: Here.

UNIDENTIFIED SPEAKER: Trustee Carter.

TRUSTEE CARTER: Here.

UNIDENTIFIED SPEAKER: Trustee Lawson.

CHAIRMAN LAWSON: Here.

UNIDENTIFIED SPEAKER: Trustee Mills.
Before us today there are a couple of action items. The first will be brought to us by General Counsel Wallace and it is the approval of a banking resolution.

TRUSTEE MOORE: There's a brief pause. We'll be moving on in just a moment.

MRS. WALLACE: Excuse me?

TRUSTEE MOORE: We'll be moving on in just a moment, for those listening in.

MRS. WALLACE: This is a resolution of the Board of Trustees of Florida A&M University. Designated by name and title, the president, the interim chief financial officer and/or the interim associate vice president, slash, chief
accountant, as persons having authority to sign
checks, to pay legal obligations of the
university and to open any accounts as
necessary to house and manage funds of the
university requiring that all checks issued by
the university be signed by the president and
at least one of the other authorized
signatories authorizing the use of
mechanically-generated signatures of said
authorized signatories, rescinding any prior
authorizations and designations, providing an
effective date and for other purposes.

Whereas Section 1011.42(7) Florida
Statutes and University Regulation 1.021,
requires the Board of Trustees to designate on
its records the legal names and positions of
any employees authorized to sign checks, to pay
the legal obligations of the University and,
whereas, it is in the best interest of the
University to provide for the names of the
president, the interim chief financial officer
or the interim associate vice president, slash,
chief accountant to sign checks to pay legal
obligations of the University and to open
accounts as necessary to house and manage funds
of the University.

And whereas, it is in the best interest of the University that all checks issued by the University be signed by the president and at least one of the authorized signatories.

And whereas, it is in the best interest of the University that mechanically-generated signatures of the authorized signatories be authorized for the use of any checks issued by the University.

Now therefore, be it duly-resolved by the Florida Agricultural and Mechanical University Board of Trustees that Section I, the Board of Trustees hereby approves and designates the following persons to sign checks to pay the legal obligations of the University and to open any accounts necessary to house and manage funds of the University.

A, president, Larry Robinson; B, interim chief financial officer, Richard Schweigert; C interim associate vice president, slash, chief accountant, Archie Bouie, II, and these are known as the authorized signatories.

Section II, all checks issued by the University are required to be signed by the
president and at least one of the authorized

signatories.

Section III, any check issued by the

University may bear the mechanical-generated

signature or signatures of any authorized

signatories.

Section IV, any authorization or
designations provided to persons prior to
effective date of this resolution are
rescinded.

Section V, and for all accounts open, to

house and manage funds of the University, the

president shall provide a report to the Board

of Trustees at its regularly-scheduled meeting

after the opening of such accounts.

Section VI, the corporate secretary shall

ensure that a copy of the resolution and

Minutes of the Board of Trustees are provided

in any financial institution -- are provided to

any financial institution serving as a

depository of university funds.

Section VII, this resolution shall take

effect immediately upon passage.

TRUSTEE MOORE: Thank you, General Counsel

Wallace.
Committee members, this is some of the -- actually, it's exactly what we've done in the past when we return to transition to acknowledge who the signature holders will be. With that said, I trust that you all have read the remainder of our packet. But with this motion I've actually accepted the approval. Is there someone who will move for that motion?

CHAIRMAN LAWSON: So moved.

TRUSTEE MOORE: Is there a second?

TRUSTEE CARTER: Trustee Carter, second.

TRUSTEE MOORE: Thank you Trustee Carter. And so it's been properly motioned and second the approval of the banking resolution. All in favor please acknowledge with the sign aye.

ALL TRUSTEES: Aye.

TRUSTEE MOORE: Opposition?

Motion carries.

The next action item is the approval of the 2019/2020 University budget, and that will be brought to us by interim VP Schweigert, along with ABP Ingram.

MR. SCHWEIGERT: Good morning. Thank you, Madam Chair.
I'm also going to -- if you -- with your indulgence I'm going to ask Joyce Ingram to also join us.

TRUSTEE MOORE: Absolutely.

MR. SCHWEIGERT: As I get up to speed, I want to note for the board members that a lot of work was done before I was here and it just seemed to make sense to bring the people who did all that work and let them talk directly with you.

And then at the next meeting I anticipate I will be able to step into their shoes and take this over. But I didn't want to mess up a meeting with you all asking me questions that I may or may not know at this stage.

TRUSTEE MOORE: We certainly understand and appreciate that. And ABP Ingram, I admit my goal would be to acknowledge in our larger meeting in Tallahassee, but certainly we're going to acknowledge it here, as well.

Thank you for your leadership and the effort that and covering and providing that support to this division in the wake of waiting on our VP Schweigert coming on board. You have done a tremendous job and we are absolutely
indebted for the work that you did. Thank you.

MRS. INGRAM: You’re welcome. And thank you for the opportunity.

During the June BOT meeting we presented and you approved the University’s preliminary operating budget for fiscal year 20/19, 20/20.

The purpose of this quick overview today will be to gain your approval for the fiscal 2019/2020 final operating budget.

The final operating budget --

MRS. BARGE-MILES: Excuse me. Mrs. Ingram, if you could speak up? They're having a hard time hearing you on the phone.

MRS. INGRAM: Okay. The final operating budget can be found on Page 14 of your materials and accounts for increases in education and general funds, contracts and grants funds, auxillary enterprises and athletics.

And I believe we've had a discussion and will have more discussion in the special committee on athletics.

The information that has changed from the document that you have received is an adjustment of $210,770 which reflects a
reduction in the cost for risk management

insurance for our employees.

This adjustment will become a permanent
change to the University's base ENG funding
which is $190,000.

MR. SCHWEIGERT: Million.

MRS. INGRAM: Excuse me. $190,645,000.

The ENG base budget is reflected on Page 9 of
your materials. Each university's base funding
for risk management insurance has been adjusted
to align with the actual 2019/2020 ENG premium
invoices as provided to the Board of Governor's
staff by the Division of Risk Management.

Any questions regarding that information?

CHAIRMAN LAWSON: Mrs. Ingram, I want to
make sure I'm following. So the only thing
that changed from the preliminary view was the
risk management insurance?

MR. SCHWEIGERT: No.

MRS. INGRAM: No. The final operating
budget was also impacted in accounts for
increases as it relates to education and
general funds, contract and grants funds and
then auxiliary enterprises and athletics.

The ENG portion of the budget is the
$190,645,000. That amount was impacted by an adjustment of $210,770, and that does reflect a reduction in the cost for risk management insurance for our employees.

TRUSTEE MOORE: So committee members, as you're reviewing the material, one item that I want to bring to everybody's attention, as I understand, that it was quite a conversation relative to athletics and the increase there.

MRS. INGRAM: Yes.

TRUSTEE MOORE: So I would like for staff to talk about that because we need to know, open eyes, on what this item is and get your feedback.

So ADP Ingram, if you can specifically talk about that item?

CHAIRMAN LAWSON: Just a point of clarification. We can do it now or it is planned to be a part of the athletics update.

So it's your call, Madam Chair.

TRUSTEE MOORE: Yeah, absolutely. Because this is budget approval for the committee overall.

So Mr. Chair, I would ask that we --

CHAIRMAN LAWSON: I mean, it's your call.
If you need to see it here, we can do it here.

TRUSTEE MOORE: Trustee Washington?

TRUSTEE WASHINGTON: Sorry. I have a general question. How is it -- I think we have maybe a structural issue here. If we have athletics we obviously have approved -- the budget committee has to approve the athletic budget as part of the overall budget.

I don't know a point where we should have done athletics before this so that we could have actually had the information. You could have had the information. I'm not on the committee, but it seems a little bit counterintuitive that we have the athletic committee outstanding, but it is part of what you guys are about to approve. And there's a substantive increase in here that we haven't necessarily understood fully.

TRUSTEE MOORE: Well, I would offer, and I appreciate your comments on that, relative to order and chair. I think you probably want to weigh in, as well.

CHAIRMAN LAWSON: Yeah. It's probably -- this time it is probably backwards, because traditionally when we come in for our athletic
update the budget's already been approved and we're providing revenue updates versus budget and expenditures.

Today we were prepared not only to do that, but we were also prepared to go into detail around the audit findings.

So it probably does feel a little backward today because, again, traditionally we're coming in post-approval of the operating budget, which athletics is a piece of.

TRUSTEE DORTCH: The solution may be to include the budget, excluding the athletic, and then that can be as an addendum after the report comes in.

TRUSTEE MOORE: Absolutely. Absolutely.

Thank you, Trustee Dortch.

CHAIRMAN LAWSON: Is that acceptable?

Because -- again, because we're at the beginning of the academic year, we're typically providing updates after the budget's already been approved.

TRUSTEE WASHINGTON: And I think part of our general structure hasn't been to key in on this specific budget as part of the overall bundle. And I think given the situation and
circumstances we now have to figure out how
we're going to intentionally call this into,
and where this fits in, in our overall
expenditures. That's where I'm going with
this.

TRUSTEE MOORE: Absolutely, Trustee
Washington, in that this is part of the overall
budget --

TRUSTEE WASHINGTON: Which we approve.

TRUSTEE MOORE: -- so it must reside in
the budget committee. So, absolutely.

I brought that to your attention because,
again, it is an item of interest. And we want
to make sure that we're doing it now and it's
not separate and apart from.

With that said, honoring and, thank you,
Trustee Dortch, again, for the recommendation,
is there someone who would put forward the
approval of the operating budget with the
pulling out exclusion, taking away the athletic
budget for other conversation?

Committee members.

CHAIRMAN LAWSON: I'd offer a motion --

TRUSTEE MILLS: This is Trustee Mills. I
have just a quick question for you.
With this increase in athletics, my only concern about pulling it out is that I'm a little unsure of the sources of the incremental funds at this point. And what part of the preliminary budget -- where would the money come from for the budget?

TRUSTEE MOORE: That's the question that we'll be posing, and I wanted to make sure that we were open eyes through our finance and budget committee.

So that's why we're taking it out so that information will be provided during the athletics committee, and then we would pick this particular item, this portion of the budget back up.

So what the approval -- or the motion that I'm asking for would be, for right now, is all the other items as presented, excluding athletic line item.

TRUSTEE REED: Madam Chair, I think the point that Trustee Mills is making is that if we make a decision on the athletics, independent of the other items, we don't know if we're making a decision that's negatively or positively impacting those items, because we're
taking that one out.

So not looking at it in its totality, that will give us a clear understanding of where the funds are moving to be able to allocate those incremental funds to support the athletics.

TRUSTEE MOORE: Okay. The question --

TRUSTEE REED: Yes.

TRUSTEE MOORE: Absolutely. So again.

TRUSTEE MILLS: It impacts -- it's impacts other line items of the budget, that's exactly my point.

TRUSTEE MOORE: Thanks Trustee Mills.

Chair Lawson?

CHAIRMAN LAWSON: Well, no, what I was going to offer is a -- I think Matt was about to offer a motion, and I would offer -- if he is, I would offer a friendly amendment, and that is, we can review this for information now, go through the athletics discussion and then bring the entire budget into the full board meeting for vote.

TRUSTEE MOORE: Absolutely. So with that said, ABP Ingram, you have done somewhat of a walk-through, but we will save the remainder, it sounds like, for the piece that's in
question for us, the athletic piece, for the
athletics committee and this item then move
over as just information.

CHAIRMAN LAWSON: So my guess to -- what I
would officially is offer a motion that we go
through this as an informational item, taking a
full vote and the full board meeting after a
complete review of the athletics budget.

And that way, to everyone's point, you've
got the view of how athletics will impact this
total picture that we're looking at.

TRUSTEE MOORE: Is there a second?

TRUSTEE REED: I second it.

TRUSTEE MOORE: Okay. So it's been
properly motioned and seconded that the
approval of the final 2019/2020 budget be moved
to an information item.

All those in favor, please acknowledge and
sign with aye.

ALL TRUSTEES: Aye.

TRUSTEE MOORE: Opposition?

Thank you. The motion carries.

So we have before us information items.

The first information item of course being
carried forward in the Legislative session, so
that's interim VP Schweigert and ABP Ingram and ABP Bouie.

MRS. INGRAM: Did you want to talk about the reallocation enhancements, as well, or just the carry forward?

TRUSTEE MOORE: Let's go ahead and move through each of the items.

MRS. INGRAM: Okay. So the next item then will be the reallocation --

TRUSTEE MOORE: Uh-huh.

MRS. INGRAM: -- enhancements. So I now direct your attention to Pages 11 and 12 of your materials.

The 5 percent reduction previously imposed by the Board of Trustees for the president remains at $7 million.

The president, along with the University budget counsel, identified two options. It is our recommendation that you adopt option one, which is reflected on Page 11, with the understanding that it is contingent on whether or not there will be another goal and objective for the president for a 5 percent reduction.

Option one does allow funding of immediate critical needs to support audit and compliance,
student success, immediate needs of the College of Engineering, faculty and staff retention and funds of minor projects for which the University received no funding for this fiscal year.

That concludes my sharing of information regarding reallocation enhancements and the recommendation to adopt option one.

If there are no further questions --

TRUSTEE REED: This is an informational item.

TRUSTEE MOORE: So again, Joyce, these were on the information items?

MRS. INGRAM: Yes.

TRUSTEE MOORE: Okay. So we wouldn't be adopting -- yeah, adopting it -- well, because this is just informational.

MRS. INGRAM: Yes, ma'am.

TRUSTEE MOORE: Okay. So if you'll then transition us to the next item.

MRS. INGRAM: The carry forward?

TRUSTEE MOORE: Yes. Uh-huh.

MRS. INGRAM: Thank you. On March 6th, 2019 the Board of Trustees approved an $8.8 million carry-forward budget for
distribution to the University to fund key initiatives related to facilities and research infrastructure enhancements and student services support.

Of the 8.8 million carry-forward budget, $1 million was expended to support the facilities infrastructure, and that is, as it relates to campus-wide electrical distribution upgrade.

And $200,000 was expended for software and technology upgrades to enhance tracking of student progression.

MR. ROBINSON: It's not in the packet.

TRUSTEE WASHINGTON: It's not in the packet.


MRS. INGRAM: Right. I think -- may I continue?

TRUSTEE MOORE: Yes, ma'am.

MRS. INGRAM: Due to pending Legislative changes related to reserve amount requirement increased in a previous 5 percent statutory reserves to a new 7 percent requirement, the University was asked to cease spending until
the proposed change was approved.

Since the change has been approved, we must now revisit our renewed carry-forward dollar amount of 30.3 million to reduce the full 7 percent statutory reserve requirement.

This new amount is 8.6 million. As such, we will revisit all of the remaining initiatives that were approved for funding in March, 2019 and reallocate funds to reflect implementation of the new 2 percent increase to the statutory reserve requirement.

That reallocation process and a new carry-forward spending plan will be presented to the Board of Trustees for your review and approval during the September, 2019 BOT meeting.

This concludes our overview of carry-forward dollars.

TRUSTEE MOORE: Thank you ABP Ingram. Are there any questions?

We'll transition then to our cyber security plan update, and that's with ABP Henry.

Are we prepared to offer the information item?
MR. ROBINSON: Are you ready to go?

MR. SCHWEIGERT: Are you ready to go?

MR. HENRY: Yes.

MR. SCHWEIGERT: So go.

MR. HENRY: Okay. My apologies. It was initiated for the approval concept of several projects since the June BOT meeting.

ITS has begun distributing the cyber security posture of the University. Projects are being funded through regular University budgetary process and supplemented with performance-based funding dollars in technology areas that impact students -- that impacts students' success.

Due to the nature of this meeting, I'll provide some high-level overview of the progress of the IT services that has made -- have made since June.

I'd like to go through those very quickly.

There's been a completed firewall upgrade, that was mentioned.

This is where this gets confusing, because I see what we voted on in closed session in September.

TRUSTEE MOORE: If you can just offer just
the general highlights. If it's abbreviated,
then we would appreciate that.

MR. ROBINSON: Madam Chair, if I could? I
think he's struggling with what might be
appropriate in this environment versus a closed
session. If it's something that you feel --

TRUSTEE MOORE: Then don't provide it.

MR. ROBINSON: -- then don't do that.

CHAIRMAN LAWSON: Yeah. So I think if you
could just give us an update around, you're
working on the items that we discussed in
closed session. And if there's a budgetary
requirement, then we can either address that in
the operating budget or we can readdress that
in closed session in September.

Okay. So given the nature of this topic,
there are a number of things that we should
discuss in open forum.

Definitely, Mr. Henry, if you could just
move forward on the projects that we talked
through based on the budgetary requirement. If
so, what's the number that we can address it in
the operating budget or in closed session.

MR. HENRY: All right. So the firewall
update is completed. That's completed on Page
Two-factor authentication is something to rule out. It's scheduled for September 2nd. We wanted to wait until after registration is complete to get that done.

Our security appliance, we'll discuss that a little more in closed session.

Risk assessment, 800, 171. This is a budgetary requirement that we're going to start the process of assessing the campus for gaps and issues of that nature and then come back later with a number to get that done.

Disaster recovery plan and implementation, we've identified the critical system that we have as adding to those, to that DR plan.

Infrastructure upgrades. Specifically the library and science research, there's some end-of-life infrastructure that is there that needs to be taken care of, and the number there.

So technology advisory committee, we have started down that road or that route and we have two identified, as a matter of fact, two individuals.

I want to thank Trustee Moore for her
advice on bringing two external industry experts in to sit on that committee, as well. So we're asking for recommendations if you guys may have those. And also we roll out on our new security awareness program this fall. We will be sitting and discussing leadership about how to make that mandatory so we can get better participation this year than last year. And the technology centralization project. So we need to discuss that a little more enhanced in closed session. That total amount with these projects is right at 1.5, which will be covered with the funding. So wait on that. And that ends my presentation.

TRUSTEE MOORE: Okay. Mr. Henry, again, with some items being at the exclusion that we cannot share in open -- in a non-closed session, so thank you for that update. I appreciate the progress that's been made on that and look forward to future updates. Having said that, we'll make the smooth transition to Provost Eddington to discuss
performance-based funding.

MR. EDDINGTON: Good morning, everyone.

TRUSTEE MOORE: I think we received that yesterday.

MR. EDDINGTON: Yes. At the request of Chair Moore, we have developed a matrix to illustrate how funding is aligned in support of the University's strategic priorities, as well as how those allocations will impact the key performance indicators, which include the performance funding metrics.

We discussed that yesterday. And we will use this template to track allocations and impact, and also to provide you all with quarterly updates on the spending.

And I think based on the feedback from you all that this is the type of document that helps you all get a better sense of where all of the effort and dollars are flowing.

And it's helping to ensure that we are appropriately allocating those resources where they're most needed.

TRUSTEE MOORE: There was some discussion yesterday. Are there follow-up questions today regarding that?
CHAIRMAN LAWSON: Just a follow-up comment.

TRUSTEE MOORE: Chair Lawson will be recognized.

CHAIRMAN LAWSON: I'll let Trustee Carter go first.

TRUSTEE MOORE: Trustee Carter, you're recognized.

TRUSTEE CARTER: I think it was Trustee Mills.

TRUSTEE MOORE: Okay. Trustee Mills. I'm sorry. Okay.

TRUSTEE MILLS: Thank you. First of all, I just wanted to comment and sort of thank Dr. Eddington and his staff. That is the most efficient view we've had in terms of where money's coming from and how it's being allocated. And I hope we use that model for other initiatives across the institution, as well.

Thank you for pulling that together. I know it's fast work and you achieved that goal.

TRUSTEE MOORE: Thank you so much, Trustee Mills.

MR. EDDINGTON: Thank you.