



MINNESOTA STATE
Board of Trustees

AGENDA ITEM SUMMARY

NAME: Finance and Facilities Committee

DATE: October 15, 2024

TITLE: FY2025 Committee Workplan

Action

Review and Discussion

This item is required by policy

PRESENTERS

Bill Maki, Vice Chancellor for Finance and Facilities

PURPOSE

This is an informational item to guide the committee's work throughout the year.

BACKGROUND INFORMATION

The Finance and Facilities Committee's proposed workplan for FY2025 includes strategic topics to discuss system reserves, college and university facilities planning, and principles and design features of the allocation model. In FY2025 as part of our regular biennial cadence, the committee will be asked to take action on the FY2026-2027 Biennial Budget Request and the FY2026 Capital Budget Request. In addition, there are seven Board Policies that are planned to be revised this year, and the committee can expect staff seeking approval of a number of college, university, and system office contracts throughout the year. Here is a summary of the key points and strategic issues that are planned for FY2025:

- A discussion on System Reserves in November 2024 that will serve as a backdrop for amendments to Board Policy 5.10 Reserves and Year-End Fund Balances. The proposal will be to create an enterprise/system reserve funded by a portion of college and university reserves to create a systemwide pool of resources of approximately \$80 million.
- A college and university facilities planning discussion in January 2025 that builds off the workplan and recommendations from March 2024. This discussion will focus on Board Policy 6.9 Capital Planning, including college and university comprehensive facilities planning as well as the progress of strategies related to facilities condition assessments and alternative financing streams.
- A discussion in March 2025 on the principles and design features of the system's allocation model. Strategic questions will be posed such as does our current allocation

model support the priorities of the Board and the system?

The committee will be asked to confirm these priorities and if there are other areas of focus that should be included in this year's committee work plan.