

Florida SouthWestern State College District Board of Trustees Agenda Item Summary

Meeting Date: 8/26/2014

1. Action Requested/Purpose: Approval of the Certificate of Compliance of Edison State College Financing Corporation

2. Fiscal Impact: ☐ Yes ☐ No ☒ N/A

3. Funding Source: Amount: \$

4. Administration Recommendation: The Administration recommends the Board of Trustees approval to certify that the Edison State College Financing Corporation is in compliance with requirements set for its operations.

5. Agenda Item Type:

- ☒ Action Item
☐ Consent Agenda
☐ Information Only
☐ Board Requested Information/Report

8. Requirement/Purpose (Include Citation)

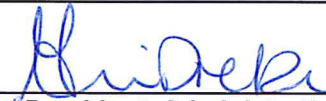
- ☒ Statute 1004.70
☐ Administrative Code
☒ Other BOT 6Hx6:1.05

9. Background Information:

Florida Statute 1004.70 provides the Board of Trustees certify annually that the direct support organization is operating in a manner consistent with the goals of the institution and in the best interest of the state. College Board Policy 6Hx6:1.05 sets forth policies for operation of the Financing Corporation.

The Edison State College Foundation, Inc. is in full compliance with the requirements set forth in the College Board Rule 6Hx6:1.05.

Requested By:


Vice President, Administrative Services

Funding Verified by:


Vice President, Administrative Services

Approved For Agenda by:


President

TITLE: EDISON STATE COLLEGE FINANCING CORPORATION

AUTHORITY: Florida Statute 1001.64; 1004.70

POLICY:

Pursuant to Section 1004.70, Florida Statutes, the Edison State College District Board of Trustees has certified Edison State College Financing Corporation ("Financing Corporation"), as a community college direct support organization, whose purposes are to (i) provide housing opportunities for the students of the College; (ii) to finance capital projects to meet current and future needs of the College, such as student housing, parking facilities, and/or other improvements; (iii) manage and invest funds held by it; (iv) operate or administer contracts for auxiliary enterprises or (v) any other proper activity of Edison State College. In pursuing the foregoing purposes the Financing Corporation shall have the authority to transfer funds to the College or to make expenditures on the College's behalf, either of which may include providing funding for capital, operating and non-operating expenditures, provided that such expenditures are for the benefit of the College.

The District President of the College is authorized to implement the Board's procedures and guidelines to allow the Financing Corporation the use of property, facilities and personal services pursuant to the provisions of Section 1004.70, Florida Statutes, as may be amended. In order to use such property, facilities and personal services, the Financing Corporation shall:

1. Maintain exemption from Federal income tax as an organization described in section 501(c) (3) of the Internal Revenue Code.
2. Maintain bylaws which provide that (i) the College District President or his or her designee and (ii) a designee of the Chairman of the District Board of Trustees, will serve as members of the board of Directors and the Executive Committee of the Financing Corporation.
3. Employ an independent auditing firm, and submit (i) annual audited financial statements and management letters, (ii) a copy of the Financing corporation's Form 1023 Application for Recognition of Exemption filed with the IRS and (iii) annual Form 990's as filed with the IRS, to the District Board of Trustees and the District President of the College.

TITLE: EDISON STATE COLLEGE FINANCING CORPORATION

4. Submit an annual budget to the District Board of Trustees.
5. Provide in its By-Laws that the President of the Financing Corporation shall be appointed by, and shall be responsible to, the District President of Edison State College.
6. Adopt and maintain an investment policy as approved by the District Board of Trustees.
7. Operate in accordance with Section 286.011, Florida Statutes (the Sunshine Law).
8. Operate in a manner consistent with the mission of Edison State College and the goals of the Florida College System institution and in the best interest of the state.
9. Not undertake any activity or enter into any transaction or contract that creates any liability for the College, without advance written approval by the President of College.