MEETING SUMMARY
Senate Fiscal Committee | December 6, 2011

Attendance: Harald Vaessin (Chair), Tom Hammer, Tariq Azam, David Goss, Mike Boehm, Justin Costa, Renne Komula (for Lonnie King), Jim Woods, Wes Boomgaarden, Greg Rose, Joe Steinmetz, Don Haurin, John, Kuhar, Geoff Chatas, Linda Lobao, Pierluici Bonello, Jonathan Elder, Henry Zheng, Kris Devine

Guests: Stratford Shields, Mike Papadakis, Gerald Saleman, Eric Haggett, Perry Offitt, Stacie Selinger, Mike Mitchell

1. Introductions/Sign In—Harald Vaessin
   - Summary from November 22 meeting.

2. Parking Proposal—Morgan Stanley (Perry Offitt)
   - Walk through timeline
   - December RFQ issued. Seven teams “qualified”
   - Share draft agreement and operating standards.
   - RFP to be issued late March
   - Historical reasons for permit increases (i.e. building more garages)?
   - Rate increases are relative to inflation.
   - 1998-99 started payroll deduction to save 28% pre-tax
   - Assumptions
     ✓ Volume growth—next 5 years, student volume 1%; faculty/staff 1.5%
     ✓ Approximately 20 University “special events”/dates per year (maintain a T&P office)
     ✓ Retail operations stay in garages. Additional revenue—advertise, wireless, etc.
     ✓ Expenses are transferred to concessionaire.
   - Flexibility to pay $35M of $80M debt
   - Concessionaire takes 100% risk of volume/number of permits.
   - Concessionaire is liable for garage structure.

3. Parking Analysis—Bruce Weide
   - Prepared preliminary analysis of parking operations lease proposal.
   - Is this a good deal financially for the University?
   - (Geoff) need to look at total picture. How will money be invested, etc.
   - Bruce will share spreadsheet with committee.

4. CDS Update—Robert Perry
   - Identifying buildings to obtain energy savings vs. modifications to POM.
   - Planning a detailed discussion in January and will report back to the committee.
CSS Update—Greg Rose
- Making progress in providing alternative sources of support unit funding.
- Plan to review financials and strategic plan for the Libraries.
- Will report back to committee in January.

Recap/Other Issues—Geoff Chatas
- Working with AEP to negotiate rate and buy 1/3 of University's power from a wind farm.
- $2M in annual savings ($36M annual bill vs. $34M)
- Is the committee in favor of moving forward with green energy proposal?
  - Greg Rose—motion to approve
  - Bruce Weide—second the motion
  - Committee unanimously in favor to proceed with AEP proposal.
Parking Proposal—Mike Papadakis & Bruce Weide

- Discussion centered around parking proposal from Mike Papadakis and follow-up from Bruce Weide’s analysis.
- Bruce will send additional questions to Mike Papadakis for follow-up.