

**MEETING OF THE
FINANCE AND ADMINISTRATION COMMITTEE**
Board of Regents for Higher Education
Hartford, Connecticut

Wednesday, October 10, 2012, at 10:00 a.m.
Room 123
39 Woodland Street, Hartford, CT

Agenda

1. **APPROVAL OF MINUTES FROM THE SEPTEMBER 11, 2012 MEETING**
2. **INFORMATION ITEMS**
 - A. Monthly Financial Reports (Documentation to follow)
3. **ACTION ITEMS**
 - A. Resolution concerning Authorization to Borrow from the State of Connecticut Health and Educational Facilities Authority
 - B. Resolution concerning Amendment to BR#03-15, Student Sickness Insurance Waiver Authorizations for Active Duty and Veteran Students

**SPECIAL MEETING OF THE
FINANCE AND ADMINISTRATION COMMITTEE
BOARD OF REGENTS FOR HIGHER EDUCATION**
Room 209
39 Woodland Street
Hartford, Connecticut

Tuesday, September 11, 2012, at 10:30 a.m.

Minutes

REGENTS PRESENT

Lewis Robinson, Chair, Board of Regents
Gary Holloway, Chair, Finance and Administration Committee
Richard Balducci
Matt Fleury
Merle Harris, Chair, Academic & Student Affairs Committee
René Lerer (Telephonic)
Zac Zeitlin (Telephonic)

REGENTS ABSENT

Catherine Smith

STAFF

Michael Meotti, Executive Vice President; William Bowes, Chief Financial Officer; Elaine Clark, Vice President for Facilities & Infrastructure Planning; Braden Hosch, Director of Policy, Finance & Academic Affairs; Ray Yirga, Director of Accounting & Finance; Ilia Moldavski, Senior Finance Officer – Systems Support; Rosalie Butler, Administrative Assistant for Finance

CONNSCU REPRESENTATIVES

Jack Miller, President, CCSU; Lester Primus, Dean of Administration, Capital CC; Jim McDowell, Dean of Administration, Manchester CC; Jim Troup, Dean of Administration, Naugatuck Valley CC; Steve Frazer, Dean of Administration, Tunxis CC; Richard Bachoo, CAO, CCSU; Charlene Casamento, CFO, CCSU; James Howarth, Interim Vice President for Finance and Administration, ECSU; James Blake, Executive Vice President, SCSU; Paul Reis, VP for Finance and Administration, WCSU

With a quorum present, Chairman Holloway called the meeting to order at 10:40 am.

1. APPROVAL OF MINUTES FROM THE JUNE 13, 2012 MEETING

The minutes of the June 13, 2012 meeting were unanimously approved, as written.

2. MONTHLY FINANCIAL REPORTING

EVP Meotti explained that monthly revenue/expense reports would soon be provided to committee members on an institutional basis. Once finalized, the report would be used to drive policy-making decisions. Options, indicators and timing were discussed. The anticipated date for standardization of the format and distribution is December 1.

No action was taken

3. CURRENT SERVICES BUDGET

CFO Bowes explained the Current Services Budget is due to the Office of Policy and Management by September 1, but BOR had received an extension for submission. EVP Meotti provided an overview of the OPM budget process for all State agencies. BOR is projecting a 5.5% increase in FY14, driven predominantly by collective bargaining agreements.

No action was taken.

4. BUDGET RELIEF FOR DONOR COLLEGES

EVP Meotti explained the historical approach to the allocation of the state block grant to the Community Technical Colleges. He indicated the amount of tuition transfers across institutions has grown significantly over the years and is increasing the financial pressures on “donor” colleges. Discussion followed over the nature of unrestricted net assets and the true availability of reserves that might be used to decrease the impact of tuition transfers. The Committee reviewed a proposal that would provide one time relief in FY 2013 to donor colleges.

No action was taken.

5. LIQUIDITY/RESERVES ANALYSIS

Discussion continued regarding unrestricted net assets and the use of reserves. CFO Bowes provided a balance sheet showing the net assets for the community colleges for fiscal year ended June 30, 2011. EVP Meotti expressed a need to clarify the best approach to determining latitude with regard to use of reserves and cash. It was suggested that BOR look to PricewaterhouseCoopers to assist in this effort.

No action was taken.

6. FINANCIAL RATIOS

CFO Bowes explained the concept of the composite financial index, how it has become common for use by institutions and state higher education agencies, credit rating agencies and the Department of Education. He reviewed the underlying financial ratios, the methodology for computing the index, what the index reveals about an institution’s financial health and provided examples of its use at the University of Southern Maine and the Minnesota State Colleges &

Universities. He also pointed out some of the limitations on use of the ratios by public universities. Chairman Holloway requested these ratios be made available for the October BOR meeting.

No action was taken.

7. CHEFA PROJECTS

CFO Bowes provided information on the three processes by which the state universities and colleges receive funding for capital projects with extensive background on project financing through the CT Higher Education Finance Authority (CHEFA). He explained the CHEFA approval process, provided a list of university projects recommended for financing in the next bond issue and reviewed the pro forma financials that serve to demonstrate project viability.

President Miller provided context for the proposed projects at CCSU, the urgent need for additional residence hall beds and added food service capacity.

The approval process and timeline were discussed. Since the next meeting of CHEFA is scheduled for October 17, the day prior to the next BOR meeting, CFO Bowes indicated that he would determine the CHEFA Board's willingness to approve the proposed borrowing subject to ratification by the Board of Regents at its October meeting.

No action was taken.

With no other business to discuss, the meeting was adjourned at 12:45 a.m. on a motion by Regent Balducci, seconded by Regent Fleury.

ITEM

Authorization to borrow from the State of Connecticut Health and Educational Facilities Authority, in an amount not to exceed \$130,000,000 for the purpose of financing residential, and other auxiliary facilities of the Connecticut state universities and related expenses and financing costs, authorization to pledge certain revenues and the entry into various agreements with the Connecticut Health and Educational Facilities Authority to secure such loans and the bonds.

BACKGROUND

Public Act No. 95-270 authorizes the Board of Trustees for the Connecticut State University System to borrow money from the Connecticut Health and Educational Facilities Authority (CHEFA) to finance residential facilities, student centers, food service facilities and other auxiliary service facilities and related buildings and improvements. Public Act No. 11-48 authorizes the new Board of Regents for Higher Education to serve as the governing board for the Connecticut State Universities. As further security for the financing of the capital program, the legislation provides that CHEFA's revenue bonds may be secured by a State Special Capital Reserve Fund (SCRF). Repayment of the debt is generally provided through a pledge of University Fee, Housing Fee and Parking Fee revenues. Prior to Public Act 95-270, funding for auxiliary service projects was obtained through action by the legislature as self-liquidating bonds authorized under the State's general obligation bond program.

ConnSCU Management finance and facilities staff met with state university counterparts during the last few months to review the five-year facilities plan adopted a few years ago. These meetings focused on continuing project need, cost, viability and timing and result in the recommendations which appear in **Attachment A**. Staff will continue its review of projects and develop a new five year plan which will be brought forward for action by the Board of Regents later this year.

ANALYSIS

Funding requirements for the auxiliary service projects at the Connecticut State Universities in FY 2013 total \$118,450,000. The projects identified for funding include, for Central Connecticut State University, construction funds for a new residence hall (\$81,891,000), design and construction funds (\$10,304,000) for a new food service facility to be constructed in the northeast section of campus, and minor capital projects (\$800,000), for Eastern Connecticut State University, planning and design funds for the renovation of Shafer Hall (\$4,100,000), Occum Hall interior upgrades (\$2,066,000) and minor capital projects (\$515,000), for Southern Connecticut State University, Brownell Hall Renovations and upgrades to mechanical systems (\$3,193,000), repair and resurfacing of parking lots (\$494,000), North Campus Residence Hall Upgrades (\$3,305,000) and minor capital projects (\$1,100,000), and for Western Connecticut State University, design and construction funds for a new parking garage to be constructed on the Westside Campus (\$1,233,000), Litchfield Hall Renovations (\$9,130,000) and minor capital projects (\$1,397,000). A list of projects, project cost and the portion of cost to be

paid from the university fee and the housing fee at Central CSU and parking fees (university general fee) at Western CSU appears in **Attachment A**. **Attachment A1** shows projects which add capacity to institutions in the form of additional residence hall beds, parking spaces or food service facilities. **Attachment A2** shows projects that are considered routine renovations or upgrades.

Debt service on bonds issued to fund the aforementioned projects, with the exception of 80% of the cost of the proposed new residence hall at Central CSU and the parking garage at Western CSU, will be paid from University Fee revenues charged to full-time undergraduate and graduate students enrolled at the Universities. By policy, the university fee is dedicated solely to the purpose of funding the construction, renovation and repair of auxiliary facilities. The annual fee presently charged to in-state students is \$1,000. The fee for out-of-state students is set at \$2,451. Based on current enrollments, the fee will generate approximately \$27.4 million in revenue in FY 2013. As of June 30, 2012, the fund balance available to finance outstanding indebtedness and projected debt service requirements totaled to \$62,717,867. This fund balance is restricted by CHEFA bond covenants and is wholly separate and apart from either the system or university fund balances derived from operating funds. Outstanding debt (principal and interest) for projects funded through University Fee revenues, as of June 30, 2012, totaled \$163.7 million. **Attachment B** is a standard CHEFA pro forma which shows projected revenues from the university fee to finance the project based on no enrollment growth and annual increases in fee rates over time of 3%. Actual historical rate increases have averaged 3.5%. The bond issue will be structured so that debt service will be amortized over 20 years, utilizing level debt service payments. **Attachment C** provides detail on current outstanding debt for projects. **Figure 1** demonstrates outstanding debt, projected debt service payments and anticipated revenues based on the above assumptions.

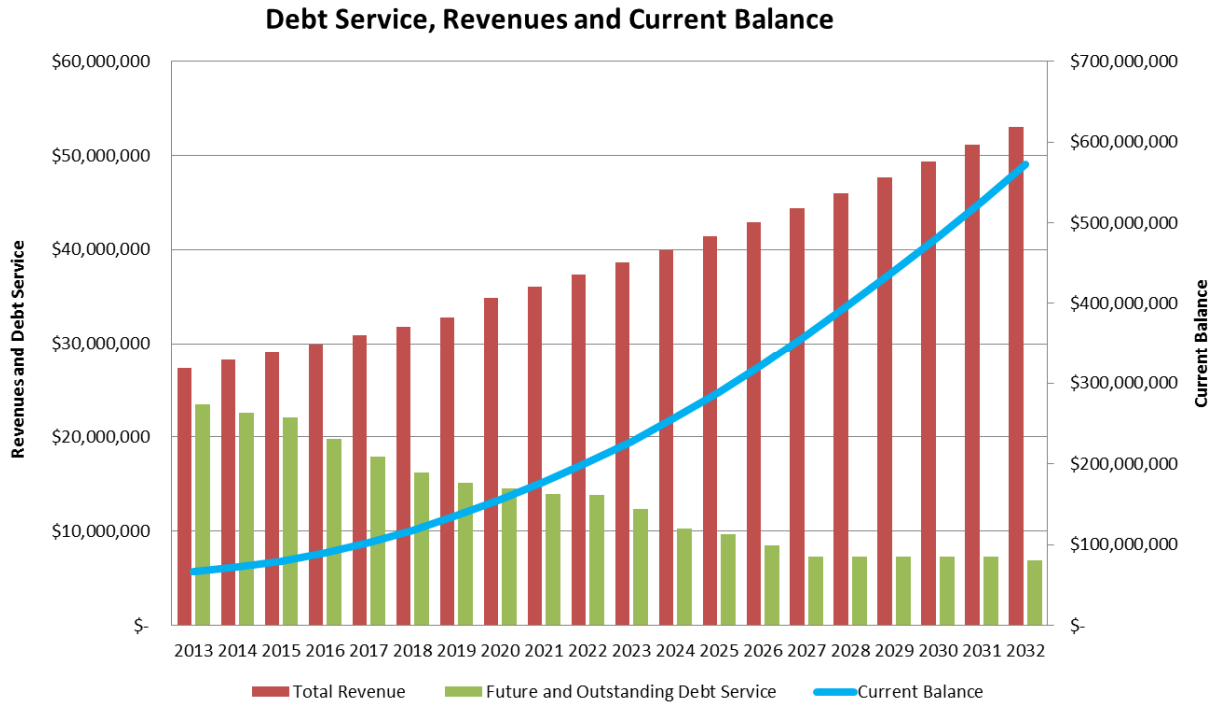


FIGURE 1

Prior to October, 2009, debt service for the funding of new residence halls and parking garages was paid exclusively from housing and parking fee revenues generated at the applicable university. However, the Board of Trustees' Finance and Administration Committee on October 1, 2009, adopted a change to the methodology requiring that 20% of the debt service for new residence halls and parking garages is retroactively provided from University Fee revenues and 80% is funded through the separate revenue streams previously established for each university including Housing Fee revenues (in the case of Eastern, Southern and Western), and Student Parking Fee revenues (at Central, Eastern, Southern and Western). These revenue streams also are restricted by CHEFA covenants to finance outstanding indebtedness for the specified residence halls and parking garages.

Accordingly, 20% of the estimated debt service (\$16.6 million) on the proposed new residence hall at Central and the Westside Campus parking garage at Western will be funded from University Fee revenues while 80% (\$66.5 million) will be financed from Central's housing fee revenues and Western's parking fee revenues.

Central CSU has projected fees and residence hall occupancy under conservative assumptions: 3% increase in rates annually with an overall annual paid occupancy of 1193 beds. Debt service and fee revenue projections for Central's Residence Hall are provided in **Attachment D** and demonstrated in **Figure 2**, below.

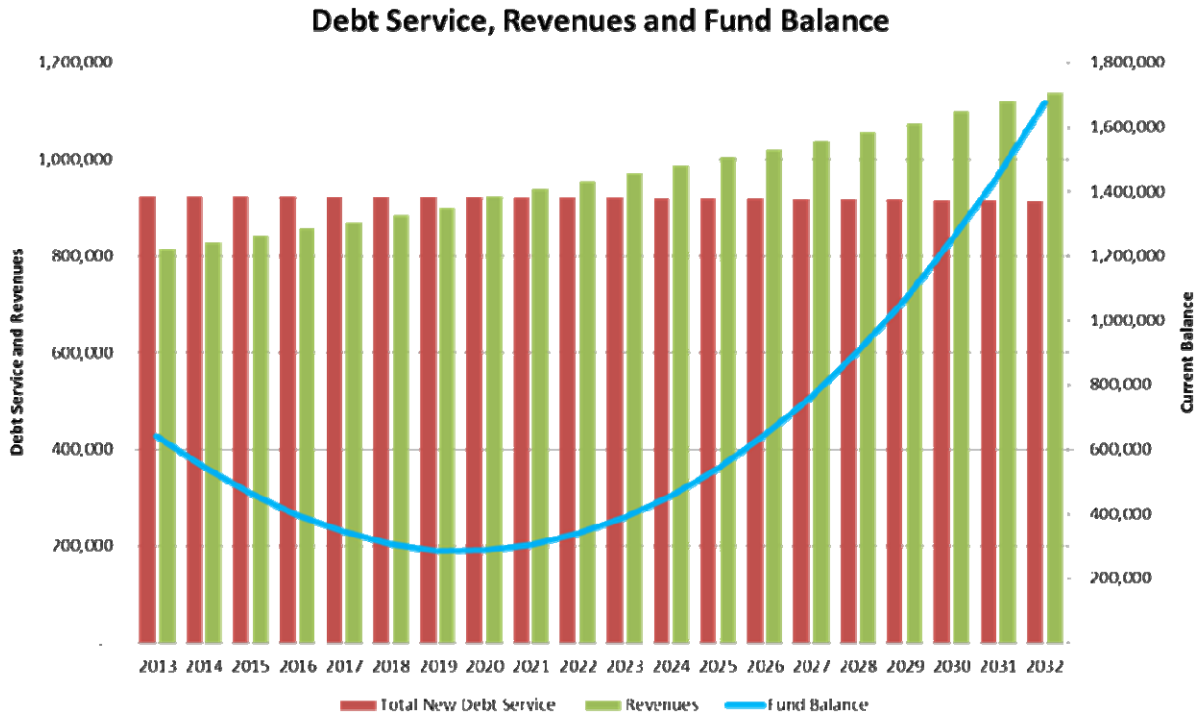


FIGURE 2

Western CSU has projected its parking fees and enrollments under the following assumptions: Rate increases averaging 3% per year for full-time students, variable rates averaging less than 1% per year for part-time students (from \$60 to \$72 over the life of the debt service), and declining enrollment. The pro forma which appears in **Attachment E** is based upon the full project cost of \$14.4 million (using \$11.5 million as Western CSU's 80% share of total cost), though the university currently is seeking only the portion of funds necessary to begin planning and design. This pro forma assumes that increased fees would go into effect during the planning and design phase. See **Figure 3**, below.

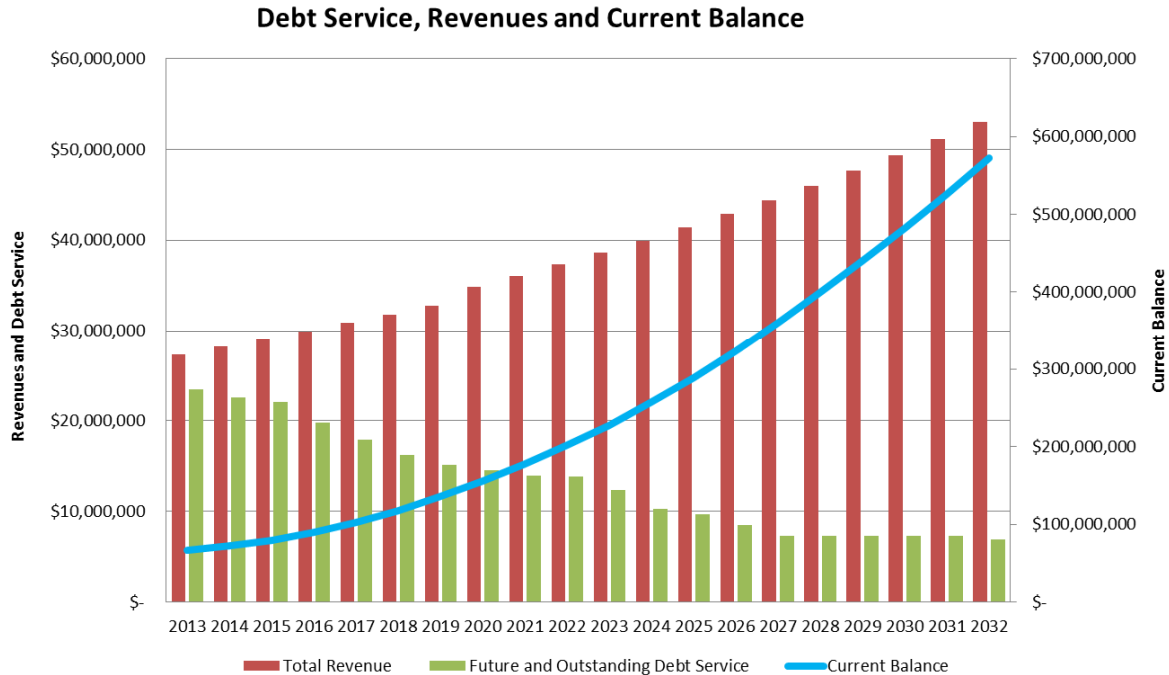


FIGURE 3

As noted above, the funding requirements for FY 2013 from CHEFA bond issues total \$118,450,000. Adding the cost of issuance, estimated underwriter's discount and deposit to a debt service reserve fund, the par amount of the bonds is estimated to be \$129,949,941. The debt service reserve fund (State Capital Reserve Fund) is required to ensure that ConnSCU is able to finance at least one year of debt service payments and would guarantee the replenishment of the fund should ConnSCU not be able to maintain the debt service reserve fund at the required level.

In order to obtain funding for the auxiliary services capital program through CHEFA, CHEFA's bond counsel has provided the terms and conditions required for acceptance by the Board. This resolution incorporates the following terms and conditions:

- approval of the proposed capital program,
- confirmation that ConnSCU is authorized to submit a request for financing to CHEFA on the Board's behalf,
- approval to borrow funds necessary to finance the capital program, not to exceed \$130 million,
- approval of a pledge to CHEFA of revenues of the University Fee, the Student Parking Fees at Western Connecticut State University and Housing Fees at Central Connecticut State University and other fees (if required) to finance debt service associated with the financing,

- confirmation that the Board approves a State Special Capital Reserve Fund (SCRFF), as further security for CHEFA's revenue bonds which was provided for in the CHEFA legislation,
- authorization of the President, and in the President's absence, the Chief Financial Officer of ConnSCU to execute a series of legal documents on behalf of the Board including loan agreements and notes, and all other financing documents and written agreements, including tax compliance agreements to preserve the tax exemption on CHEFA's revenue bonds, representation and indemnity agreements which indemnify CHEFA regarding information provided by ConnSCU and on environmental related matters, a continuing disclosure agreement pursuant to which ConnSCU will agree to provide financial statements and other operating data to the secondary bond market, permission for CHEFA to use information provided by ConnSCU in official statements issued by CHEFA, and approval of any trust indenture between CHEFA and the Trustee to be selected by CHEFA in order to consummate the financing of the capital program,
- authorization to permit designated system officers to move forward with all actions necessary to accomplish the financing of the CHEFA bonds, including approval of the terms of CHEFA's revenue bonds, and
- a declaration of ConnSCU's intent to comply with Federal income tax legislation, where appropriate.

RECOMMENDATION

Approve the authorization to borrow funds from the Connecticut Health and Educational Facilities Authority, in an amount not to exceed \$130 million, to finance improvement projects relating to auxiliary service facilities, and to finance related expenses and financing costs; authorization to pledge revenues from the University Fee, Central's housing fees, and Western's parking fees to finance debt service associated with this financing; and authorization to enter into various agreements with the Connecticut Health and Educational Facilities Authority in order to secure the loans and the bonds.

**PROJECTS PROPOSED
FOR INCLUSION IN CHEFA FINANCED BOND SALES FOR AUXILIARY SERVICE FACILITIES FY 2012-13**

<u>PROJECT TITLE</u>	<u>CAMPUS</u>		<u>FY 2012-13 PROJECT COSTS</u>	<u>Financed By System University Fee</u>	<u>Financed By Institutional Housing/Parking Fees</u>
New Residence Hall I	Central	*	81,891,000	\$ 16,378,200	65,512,800
New Northeast Food Service Facility	Central		9,226,000	9,226,000	-
Minor Capital Projects	Central		800,000	800,000	-
Minor Capital Projects	Eastern		515,000	515,000	-
Occum Hall Interior Upgrades	Eastern		2,066,000	2,066,000	-
Shafer Hall Renovation (Design Funds Only)	Eastern		4,100,000	4,100,000	-
Brownell Hall Renovations/Upgrades to Infrastructure	Southern		3,193,000	3,193,000	-
Repair and Resurface Student Parking Lots	Southern		494,000	494,000	-
North Campus Residence Hall Upgrades to Bathrooms and Security	Southern		3,305,000	3,305,000	-
Minor Capital Projects	Southern		1,100,000	1,100,000	-
Westside Campus Parking Garage	Western	**	1,233,000	246,600	986,400
Litchfield Hall Renovations	Western		9,130,000	9,130,000	-
Minor Capital Projects	Western		1,397,000	1,397,000	-
GRAND TOTAL			\$ 118,450,000	\$ 51,950,800	\$ 66,499,200

* 80% of debt service on new residence hall for Central will be financed from the university's housing fee revenues.

** 80% of debt service on parking garages at Western will be financed from a parking fee component of the university's general fee.

Projects: Adding New Capacity

PROJECT TITLE	CAMPUS	FY 2012-13 PROJECT COSTS	FINANCED BY SYSTEM UNIVERSITY FEE	FINANCED BY INSTITUTIONAL HOUSING/PARKING FEE
New Residence Hall I	Central*	\$81,891,000	\$16,378,200	\$65,512,800
New Northeast Food Service Facility	Central	\$9,226,000	\$9,226,000	
Shafer Hall Renovations (Design Funds Only)	Eastern	\$4,100,000	\$4,100,000	
Westside Campus Parking Garage	Western**	\$1,233,000	\$246,600	\$986,400

GRAND TOTAL**\$96,450,000****\$29,950,800****\$66,499,200**

* 80% of debt service on new residence hall for Central will be financed from the university's housing fee revenues

** 80% of debt service on parking garage for Western will be financed from a parking fee component of the university's general fee

Projects: Routine Upgrades and Renovations

PROJECT TITLE	CAMPUS	FY 2012-13 PROJECT COSTS	FINANCED BY SYSTEM UNIVERSITY FEE	FINANCED BY INSTITUTIONAL HOUSING/PARKING FEE
Minor Capital Projects	Central	\$800,000	\$800,000	-
Minor Capital Projects	Eastern	\$515,000	\$515,000	-
Occum Hall Interior Upgrades	Eastern	\$2,066,000	\$2,066,000	-
Brownell Hall Renovations/Upgrades to Infrastructure	Southern	\$3,193,000	\$3,193,000	-
Repair and Resurface Student Parking Lots	Southern	\$494,000	\$494,000	-
North Campus Residence Hall Upgrades to Bathrooms and Security	Southern	\$3,305,000	\$3,305,000	-
Minor Capital Projects	Southern	\$1,100,000	\$1,100,000	-
Litchfield Hall Renovations	Western	\$9,130,000	\$9,130,000	-
Minor Capital Projects	Western	\$1,397,000	\$1,397,000	-

GRAND TOTAL**\$22,000,000****\$22,000,000**

* 80% of debt service on new residence hall for Central will be financed from the university's housing fee revenues

** 80% of debt service on parking garage for Western will be financed from a parking fee component of the university's general fee

PROJECTION OF BOND AMORTIZATION REVENUES AND REQUIREMENTS FOR AUXILIARY SERVICE FACILITIES
FUNDED FROM UNIVERSITY FEE REVENUES BASED ON NO FEE INCREASE FOR FY 2011-12, **3.0%** PER YEAR FEE INCREASES THEREAFTER,
NO ENROLLMENT INCREASES, OUTSTANDING INDEBTEDNESS, AND CHEFA BOND ISSUES THROUGH FY 2012-13

<u>YEAR</u>	Total Future Debt Service	Future CHEFA Admin. and Trustee Fees	Outstanding Debt, CHEFA Admin. and Trustee Fees	UNIVERSITY FEE <u>REVENUE</u> (\$)	RESOURCES <u>INTEREST</u> (\$)	<u>TOTAL REVENUE</u> (\$)	REDEMPTION <u>REQUIREMENTS</u> (\$)	AS OF <u>June 30</u> (\$)
								\$ 62,717,867
FY 2013	4,101,446.69	54,295.09	19,271,751.57	27,222,988	156,795	27,379,783	23,427,493	66,670,156
FY 2014	4,101,446.69	52,527.35	18,404,052.08	28,039,678	166,675	28,206,353	22,558,026	72,318,483
FY 2015	4,101,446.69	50,693.32	17,921,581.25	28,880,868	180,796	29,061,664	22,073,721	79,306,426
FY 2016	4,101,446.69	48,790.52	15,613,527.28	29,747,294	198,266	29,945,560	19,763,764	89,488,222
FY 2017	4,101,446.69	46,816.36	13,725,947.17	30,639,713	223,721	30,863,433	17,874,210	102,477,445
FY 2018	4,101,446.69	44,768.18	12,070,668.83	31,558,904	256,194	31,815,098	16,216,884	118,075,659
FY 2019	4,101,446.69	42,643.18	11,022,571.31	32,505,671	295,189	32,800,860	15,166,661	135,709,858
FY 2020	4,101,446.69	40,438.50	10,386,553.69	33,480,841	1,357,099	34,837,940	14,528,439	156,019,360
FY 2021	4,101,446.69	38,151.14	9,823,436.93	34,485,267	1,560,194	36,045,460	13,963,035	178,101,785
FY 2022	4,101,446.69	35,778.00	9,725,449.05	35,519,825	1,781,018	37,300,843	13,862,674	201,539,954
FY 2023	4,101,446.69	33,315.88	8,175,287.59	36,585,419	2,015,400	38,600,819	12,310,050	227,830,723
FY 2024	4,101,446.69	30,761.42	6,123,914.12	37,682,982	2,278,307	39,961,289	10,256,122	257,535,890
FY 2025	4,101,446.69	28,111.17	5,541,016.64	38,813,472	2,575,359	41,388,830	9,670,574	289,254,146
FY 2026	4,101,446.69	25,361.54	4,360,592.25	39,977,876	2,892,541	42,870,417	8,487,400	323,637,162
FY 2027	4,101,446.69	22,508.80	3,179,733.57	41,177,212	3,236,372	44,413,584	7,303,689	360,747,057
FY 2028	4,101,446.69	19,549.07	3,179,247.75	42,412,528	3,607,471	46,019,999	7,300,244	399,466,812
FY 2029	4,101,446.69	16,478.36	3,176,535.16	43,684,904	3,994,668	47,679,572	7,294,460	439,851,924
FY 2030	4,101,446.69	13,292.50	3,188,322.33	44,995,451	4,398,519	49,393,971	7,303,062	481,942,833
FY 2031	4,101,446.69	9,987.16	3,201,174.33	46,345,315	4,819,428	51,164,743	7,312,608	525,794,968
FY 2032	4,101,446.69	6,557.88	2,766,903.90	47,735,674	5,257,950	52,993,624	6,874,908	571,913,684
FY 2033	-	-	2,329,324.71	49,167,744	5,719,137	54,886,881	2,329,325	624,471,240
FY 2034	-	-	1,305,823.08	50,642,777	6,244,712	56,887,489	1,305,823	680,052,906
FY 2035	-	-	284,210.40	52,162,060	6,800,529	58,962,589	284,210	738,731,285
FY 2036	-	-	144,750.23	53,726,922	7,387,313	61,114,235	144,750	799,700,770
FY 2037	-	-	-	55,338,730	7,997,008	63,335,737	-	863,036,507
FY 2038	-	-	-	56,998,891	8,630,365	65,629,257	-	928,665,763
FY 2039	-	-	-	56,998,891	9,286,658	66,285,549	-	994,951,313
Total	82,028,933.74	660,825.43	184,922,375.22	1,106,527,898.03	93,317,681.93	1,199,845,579.95	267,612,134.39	

ATTACHMENT B (Continued)

2013 Fee:	In-State Students:	\$	1,000	In-State Enrollment:	23,821	27,222,988.00
	Out-of-State Students:	\$	2,451	Out-of-State Enrollment:	1,388	
2014 Fee:	In-State Students:	\$	1,030	In-State Enrollment:	23,821	28,039,677.64
	Out-of-State Students:	\$	2,525	Out-of-State Enrollment:	1,388	
2015 Fee:	In-State Students:	\$	1,061	In-State Enrollment:	23,821	28,880,867.97
	Out-of-State Students:	\$	2,600	Out-of-State Enrollment:	1,388	
2016 Fee:	In-State Students:	\$	1,093	In-State Enrollment:	23,821	29,747,294.01
	Out-of-State Students:	\$	2,678	Out-of-State Enrollment:	1,388	
2017 Fee:	In-State Students:	\$	1,126	In-State Enrollment:	23,821	30,639,712.83
	Out-of-State Students:	\$	2,759	Out-of-State Enrollment:	1,388	
2018 Fee:	In-State Students:	\$	1,159	In-State Enrollment:	23,821	31,558,904.21
	Out-of-State Students:	\$	2,841	Out-of-State Enrollment:	1,388	
2019 Fee:	In-State Students:	\$	1,194	In-State Enrollment:	23,821	32,505,671.34
	Out-of-State Students:	\$	2,927	Out-of-State Enrollment:	1,388	
2020 Fee:	In-State Students:	\$	1,230	In-State Enrollment:	23,821	33,480,841.48
	Out-of-State Students:	\$	3,014	Out-of-State Enrollment:	1,388	
2021 Fee:	In-State Students:	\$	1,267	In-State Enrollment:	23,821	34,485,266.72
	Out-of-State Students:	\$	3,105	Out-of-State Enrollment:	1,388	
2022 Fee:	In-State Students:	\$	1,305	In-State Enrollment:	23,821	35,519,824.73
	Out-of-State Students:	\$	3,198	Out-of-State Enrollment:	1,388	
2023 Fee:	In-State Students:	\$	1,344	In-State Enrollment:	23,821	36,585,419.47
	Out-of-State Students:	\$	3,294	Out-of-State Enrollment:	1,388	
2024 Fee:	In-State Students:	\$	1,384	In-State Enrollment:	23,821	37,682,982.05
	Out-of-State Students:	\$	3,393	Out-of-State Enrollment:	1,388	
2025 Fee:	In-State Students:	\$	1,426	In-State Enrollment:	23,821	38,813,471.51
	Out-of-State Students:	\$	3,495	Out-of-State Enrollment:	1,388	
2026 Fee:	In-State Students:	\$	1,469	In-State Enrollment:	23,821	39,977,875.66
	Out-of-State Students:	\$	3,599	Out-of-State Enrollment:	1,388	
2027 Fee:	In-State Students:	\$	1,513	In-State Enrollment:	23,821	41,177,211.93
	Out-of-State Students:	\$	3,707	Out-of-State Enrollment:	1,388	
2028 Fee:	In-State Students:	\$	1,558	In-State Enrollment:	23,821	42,412,528.29
	Out-of-State Students:	\$	3,819	Out-of-State Enrollment:	1,388	
2029 Fee:	In-State Students:	\$	1,605	In-State Enrollment:	23,821	43,684,904.14
	Out-of-State Students:	\$	3,933	Out-of-State Enrollment:	1,388	
2030 Fee:	In-State Students:	\$	1,653	In-State Enrollment:	23,821	44,995,451.26
	Out-of-State Students:	\$	4,051	Out-of-State Enrollment:	1,388	
2031 Fee:	In-State Students:	\$	1,702	In-State Enrollment:	23,821	46,345,314.80
	Out-of-State Students:	\$	4,173	Out-of-State Enrollment:	1,388	
2032 Fee:	In-State Students:	\$	1,754	In-State Enrollment:	23,821	47,735,674.24
	Out-of-State Students:	\$	4,298	Out-of-State Enrollment:	1,388	
2033 Fee:	In-State Students:	\$	1,806	In-State Enrollment:	23,821	49,167,744.47
	Out-of-State Students:	\$	4,427	Out-of-State Enrollment:	1,388	
2034 Fee:	In-State Students:	\$	1,860	In-State Enrollment:	23,821	50,642,776.80
	Out-of-State Students:	\$	4,560	Out-of-State Enrollment:	1,388	
2035 Fee:	In-State Students:	\$	1,916	In-State Enrollment:	23,821	52,162,060.11
	Out-of-State Students:	\$	4,696	Out-of-State Enrollment:	1,388	
2036 Fee:	In-State Students:	\$	1,974	In-State Enrollment:	23,821	53,726,921.91
	Out-of-State Students:	\$	4,837	Out-of-State Enrollment:	1,388	
2037 Fee:	In-State Students:	\$	2,033	In-State Enrollment:	23,821	55,338,729.57
	Out-of-State Students:	\$	4,982	Out-of-State Enrollment:	1,388	
2038 Fee:	In-State Students:	\$	2,094	In-State Enrollment:	23,821	56,998,891.45
	Out-of-State Students:	\$	5,132	Out-of-State Enrollment:	1,388	

* Revenue projections reflect assumptions which may be changed on "Bond Assumptions" tab.

** STIF Interest rate assumptions include 0.25% interest earnings on cash balance through FY 2019, increasing to 1% thereafter.

TOTAL BOND REDEMPTION REQUIREMENTS FOR CONNECTICUT STATE UNIVERSITY'S AUXILIARY SERVICE CAPITAL PROJECTS PROGRAM THROUGH FY 2012-13

	(a)	(g)	(h)	(i)			(j)	(k)	(l)	(m)	(n)	(o)		
											(=i+j+k+l+m)	(=f+g+h+n)		
				Outstanding *	Outstanding	Outstanding	Total Universities'	Total Universities'	University Fee Share	University Fee Share	Annual Credit	Annual Credit	Outstanding	Total Redemption
	FY 2012-13	CHEFA Admin. Fees	Trustee Fees	Payments for	CHEFA Admin. Fees	Trustee Fees	Outstanding Debt	Outstanding CHEFA	Outstanding Debt	Outstanding CHEFA	University Share of	University Fee Share	Payments from	Requirements for
	Bond Sale	Future Bond Issues	Future Bond Issues	Prior Bond Issues	Prior Bond Issues	Prior Bond Issues	Prior Bond Issues	Prior Bond Issues	Prior Bond Issues	Prior Bond Issues	on Parking Garages	on Parking Garages	University Fee	University Fee
											and Residence Halls	and Residence Halls	Funded Projects	Funded Projects
FY 2013	4,101,446.69	51,295.09	3,000.00	28,257,142.44	225,690.75	19,025.00	9,877,104.99	114,383.75	18,380,037.45	111,307.00	751,497.74	9,884.39	19,271,751.57	23,427,493.34
FY 2014	4,101,446.69	49,527.35	3,000.00	27,347,665.63	212,836.50	19,025.00	9,826,095.91	110,761.26	17,521,569.72	102,075.24	751,497.74	9,884.39	18,404,052.08	22,558,026.12
FY 2015	4,101,446.69	47,693.32	3,000.00	26,831,294.52	198,643.50	16,275.00	9,779,683.26	106,330.64	17,051,611.26	92,312.86	751,497.74	9,884.39	17,921,581.25	22,073,721.26
FY 2016	4,101,446.69	45,790.52	3,000.00	24,466,393.03	184,194.00	16,275.00	9,712,956.80	101,760.08	14,753,436.23	82,433.92	751,497.74	9,884.39	15,613,527.28	19,763,764.49
FY 2017	4,101,446.69	43,816.36	3,000.00	22,452,433.32	170,464.50	16,275.00	9,577,564.30	97,043.47	12,874,869.02	73,421.03	751,497.74	9,884.39	13,725,947.17	17,874,210.23
FY 2018	4,101,446.69	41,768.18	3,000.00	20,669,206.25	157,594.50	16,275.00	9,441,553.60	92,235.45	11,227,652.65	65,359.05	751,497.74	9,884.39	12,070,668.83	16,216,883.69
FY 2019	4,101,446.69	39,643.18	3,000.00	19,558,200.00	145,350.00	13,500.00	9,368,521.98	87,338.84	10,189,678.02	58,011.16	751,497.74	9,884.39	11,022,571.31	15,166,661.17
FY 2020	4,101,446.69	37,438.50	3,000.00	18,843,750.00	133,557.75	13,500.00	9,220,281.78	82,300.00	9,623,468.22	51,257.75	688,965.79	9,361.93	10,386,553.69	14,528,438.87
FY 2021	4,101,446.69	35,151.14	3,000.00	18,217,075.00	121,902.75	11,000.00	9,084,626.33	77,187.81	9,132,448.67	44,714.94	626,433.85	8,839.47	9,823,436.93	13,963,034.76
FY 2022	4,101,446.69	32,778.00	3,000.00	18,077,925.00	110,295.00	11,000.00	9,037,069.56	71,974.72	9,040,855.44	38,320.28	626,433.85	8,839.47	9,725,449.05	13,862,673.74
FY 2023	4,101,446.69	30,315.88	3,000.00	16,083,225.00	98,291.25	8,250.00	8,456,760.42	66,574.53	7,626,464.58	31,716.72	501,184.16	7,672.13	8,175,287.59	12,310,050.16
FY 2024	4,101,446.69	27,761.42	3,000.00	13,607,237.50	87,554.25	8,250.00	7,900,106.93	61,459.95	5,707,130.57	26,094.30	375,934.46	6,504.79	6,123,914.12	10,256,122.23
FY 2025	4,101,446.69	25,111.17	3,000.00	13,028,687.50	78,583.50	8,250.00	7,900,318.04	56,625.58	5,128,369.46	21,957.92	375,934.46	6,504.79	5,541,016.64	9,670,574.50
FY 2026	4,101,446.69	22,361.54	3,000.00	11,849,831.25	69,772.50	8,250.00	7,898,104.35	51,596.40	3,951,726.90	18,176.10	375,934.46	6,504.79	4,360,592.25	8,487,400.47
FY 2027	4,101,446.69	19,508.80	3,000.00	10,673,206.25	61,656.75	8,250.00	7,899,458.06	46,360.62	2,773,748.19	15,296.13	375,934.46	6,504.79	3,179,733.57	7,303,689.05
FY 2028	4,101,446.69	16,549.07	3,000.00	10,677,843.75	54,292.50	8,250.00	7,902,648.57	40,929.19	2,775,195.18	13,363.31	375,934.46	6,504.79	3,179,247.75	7,300,243.51
FY 2029	4,101,446.69	13,478.36	3,000.00	10,675,375.00	46,671.75	8,250.00	7,900,890.09	35,310.76	2,774,484.91	11,360.99	375,934.46	6,504.79	3,176,535.16	7,294,460.21
FY 2030	4,101,446.69	10,292.50	3,000.00	10,822,431.25	38,785.50	8,250.00	8,034,085.39	29,498.28	2,788,345.86	9,287.22	375,934.46	6,504.79	3,188,322.33	7,303,061.51
FY 2031	4,101,446.69	6,987.16	3,000.00	10,969,618.75	30,489.75	8,250.00	8,166,259.94	23,363.48	2,803,358.81	7,126.27	375,934.46	6,504.79	3,201,174.33	7,312,608.18
FY 2032	4,101,446.69	3,557.88	3,000.00	10,000,743.75	21,732.75	8,250.00	7,629,395.14	16,866.71	2,371,348.61	4,866.04	375,934.46	6,504.79	2,766,903.90	6,874,908.47
FY 2033	-	-	-	9,029,575.00	13,473.00	5,500.00	7,091,088.52	10,574.03	1,938,486.48	2,898.97	375,934.46	6,504.79	2,329,324.71	2,329,324.71
FY 2034	-	-	-	5,066,075.00	5,782.50	5,500.00	3,976,405.72	4,534.22	1,089,669.28	1,248.28	205,888.37	3,517.15	1,305,823.08	1,305,823.08
FY 2035	-	-	-	1,108,100.00	1,419.75	5,500.00	866,071.49	1,109.65	242,028.51	310.10	35,842.29	529.51	284,210.40	284,210.40
FY 2036	-	-	-	553,800.00	479.25	5,500.00	432,840.35	374.57	120,959.65	104.68	17,921.14	264.75	144,750.23	144,750.23
FY 2037	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FY 2038	-	-	-	-	-	-	-	-	-	-	-	-	-	-
FY 2039	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL	\$ 82,028,933.74	\$ 600,825.43	\$ 60,000.00	\$ 358,866,835.19	\$ 2,269,514.25	\$ 256,650.00	\$ 186,979,891.52	\$ 1,386,494.00	\$ 171,886,943.67	\$ 883,020.25	\$ 11,722,498.26	\$ 173,263.03	\$ 184,922,375.22	\$ 267,612,134.39

* Includes CHEFA Series G and Series J Bond Issues, CHEFA Series F, Series H, Series I, Series K and Series L Refundings, and indebtedness on self-liquidating general obligation bonds sold by the State Treasurer.

Central University
University Funded Projects Portion
Analysis of Debt Service and Revenues

Fiscal Year	New Bond Principal	New Bond Interest	New Bond Fees	Total New Debt Service	Revenues Available	Revenue Fund Balance
2013	\$ 2,476,902	\$ 2,695,246	\$ 67,686	\$ 5,239,834	\$ -	\$ 6,660,166
2014	2,569,786	2,602,362	65,457	5,237,605	-	1,422,560
2015	2,666,153	2,505,995	63,144	5,235,292	4,694,455	881,723
2016	2,766,134	2,406,015	60,744	5,232,893	4,835,289	484,118
2017	2,869,864	2,302,285	58,255	5,230,403	4,980,347	234,062
2018	2,977,484	2,194,665	55,672	5,227,821	5,129,758	136,000
2019	3,089,139	2,083,009	52,992	5,225,141	5,283,650	194,509
2020	3,204,982	1,967,166	50,212	5,222,361	5,442,160	414,309
2021	3,325,169	1,846,980	47,328	5,219,476	5,605,425	800,257
2022	3,449,863	1,722,286	44,335	5,216,483	5,773,588	1,357,361
2023	3,579,233	1,592,916	41,230	5,213,379	5,946,795	2,090,778
2024	3,713,454	1,458,695	38,009	5,210,157	6,125,199	3,005,820
2025	3,852,708	1,319,440	34,667	5,206,815	6,308,955	4,107,960
2026	3,997,185	1,174,964	31,199	5,203,348	6,498,224	5,402,835
2027	4,147,079	1,025,069	27,602	5,199,750	6,693,170	6,896,256
2028	4,302,595	869,554	23,869	5,196,018	6,893,965	8,594,203
2029	4,463,942	708,206	19,997	5,192,146	7,100,784	10,502,842
2030	4,631,340	540,808	15,979	5,188,128	7,313,808	12,628,522
2031	4,805,015	367,133	11,811	5,183,960	7,533,222	14,977,784
2032	4,985,203	186,945	7,487	5,179,635	7,759,219	17,557,368
2033	-	-	-	-	7,991,995	25,549,363
2034	-	-	-	-	8,231,755	33,781,119
2035	-	-	-	-	8,478,708	42,259,826
2036	-	-	-	-	8,733,069	50,992,896
2037	-	-	-	-	8,995,061	59,987,957
2038	-	-	-	-	9,264,913	69,252,870
2039	-	-	-	-	9,542,860	78,795,730
Total	\$ 71,873,233	\$ 31,569,739	\$ 817,674	\$ 104,260,645	\$ 171,156,376	

	<u>Semester Rate</u>	<u>Beds</u>
2013	-	-
2014	-	-
2015	3,935	1,193
2016	4,053	1,193
2017	4,175	1,193
2018	4,300	1,193
2019	4,429	1,193
2020	4,562	1,193
2021	4,699	1,193
2022	4,840	1,193
2023	4,985	1,193
2024	5,134	1,193
2025	5,288	1,193
2026	5,447	1,193
2027	5,610	1,193
2028	5,779	1,193
2029	5,952	1,193
2030	6,131	1,193
2031	6,315	1,193
2032	6,504	1,193
2033	6,699	1,193
2034	6,900	1,193
2035	7,107	1,193
2036	7,320	1,193
2037	7,540	1,193
2038	7,766	1,193
2039	7,999	1,193
Total		

Western University
University Funded Projects Portion
Analysis of Debt Service and Revenues

Fiscal Year	New Bond Principal	New Bond Interest	New Bond Fees	Total New Debt Service	Revenues Available	Revenue Fund Balance
2013	\$ 435,910	\$ 474,336	\$ 14,384	\$ 924,631	\$ 815,540	\$ 640,909
2014	452,257	457,990	13,992	924,238	828,823	545,494
2015	469,216	441,030	13,585	923,831	842,395	464,057
2016	486,812	423,435	13,162	923,409	856,262	396,910
2017	505,067	405,179	12,724	922,971	870,429	344,368
2018	524,007	386,239	12,270	922,516	884,903	306,755
2019	543,658	366,589	11,798	922,045	899,689	284,399
2020	564,045	346,202	11,309	921,555	923,527	286,371
2021	585,197	325,050	10,801	921,048	938,867	304,190
2022	607,141	303,105	10,275	920,521	954,537	338,206
2023	629,909	280,337	9,728	919,975	970,545	388,776
2024	653,531	256,716	9,161	919,408	986,895	456,263
2025	678,038	232,208	8,573	918,820	1,003,596	541,040
2026	703,465	206,782	7,963	918,209	1,020,653	643,483
2027	729,845	180,402	7,330	917,576	1,038,073	763,979
2028	757,214	153,033	6,673	916,919	1,055,863	902,922
2029	785,609	124,637	5,991	916,238	1,074,030	1,060,714
2030	815,070	95,177	5,284	915,531	1,100,481	1,245,665
2031	845,635	64,612	4,551	914,797	1,119,345	1,450,213
2032	877,346	32,900	3,790	914,036	1,138,609	1,674,785
2033	-	-	-	-	1,158,280	2,833,065
2034	-	-	-	-	1,178,366	4,011,431
2035	-	-	-	-	1,198,875	5,210,307
2036	-	-	-	-	1,219,815	6,430,122
2037	-	-	-	-	1,241,195	7,671,317
2038	-	-	-	-	1,263,022	8,934,339
2039	-	-	-	-	1,285,306	10,219,645
Total	\$ 12,648,973	\$ 5,555,959	\$ 193,343	\$ 18,398,275	\$ 27,867,920	

	Full Time Fee	FT Student	PT Student	Revenues
2013	170	4,246	1,562	815,540
2014	175	4,204	1,546	828,823
2015	180	4,162	1,531	842,395
2016	186	4,120	1,516	856,262
2017	191	4,079	1,500	870,429
2018	197	4,038	1,485	884,903
2019	203	3,998	1,471	899,689
2020	209	3,958	1,456	923,527
2021	215	3,918	1,441	938,867
2022	222	3,879	1,427	954,537
2023	228	3,840	1,413	970,545
2024	235	3,802	1,399	986,895
2025	242	3,764	1,385	1,003,596
2026	250	3,726	1,371	1,020,653
2027	257	3,689	1,357	1,038,073
2028	265	3,652	1,343	1,055,863
2029	273	3,615	1,330	1,074,030
2030	281	3,579	1,317	1,100,481
2031	289	3,543	1,304	1,119,345
2032	298	3,508	1,290	1,138,609
2033	307	3,473	1,278	1,158,280
2034	316	3,438	1,265	1,178,366
2035	326	3,404	1,252	1,198,875
2036	336	3,370	1,240	1,219,815
2037	346	3,336	1,227	1,241,195
2038	356	3,303	1,215	1,263,022
2039	367	3,270	1,203	1,285,306

RESOLUTION

concerning

AUTHORIZATION TO BORROW FROM THE STATE OF CONNECTICUT HEALTH AND EDUCATIONAL FACILITIES AUTHORITY, IN AN AMOUNT NOT TO EXCEED \$130 MILLION FOR THE PURPOSE OF FINANCING IN ONE OR MORE SERIES VARIOUS ADDITIONS AND IMPROVEMENTS TO RESIDENTIAL AND OTHER FACILITIES OF THE CONNECTICUT STATE UNIVERSITY SYSTEM AND RELATED EXPENSES AND FINANCING COSTS, AUTHORIZATION TO PLEDGE CERTAIN REVENUES AND THE ENTRY INTO VARIOUS AGREEMENTS WITH THE CONNECTICUT HEALTH AND EDUCATIONAL FACILITIES AUTHORITY TO SECURE SUCH LOANS AND THE BONDS

September 25, 2012

WHEREAS, The Board of Regents for Higher Education serving as the Board of Trustees for the Connecticut State University System (CSUS) has requested and may request in the future that the State of Connecticut Health and Educational Facilities Authority (CHEFA) issue its revenue bonds pursuant to the provisions of the State of Connecticut Health and Educational Facilities Authority Act, being Chapter 187 and Sections 10a-87 through 10a-101 of the General Statutes of Connecticut, as amended, to finance in one or more series all or a portion of the cost of (i) various additions and improvements to residential and other facilities of CSUS and related expenses; (ii) to fund the Debt Service Reserve Fund in an amount equal to the Debt Service Reserve Fund requirement; and (iii) any other financing costs associated with the capital program (see *Exhibit A*); and

WHEREAS, CHEFA will submit to CSUS for approval and execution in the name of and on behalf of CSUS, various agreements, contracts, and other instruments, which may include, without limitation, loan agreements, pursuant to which CSUS will be obligated to make payments of the principal of, premium, if any, and interest on CHEFA's revenue bonds, and will secure its repayment obligations by pledges of revenues of the University Fee, and all or part of revenues from Student Parking Fees at Southern Connecticut State University, Eastern Connecticut State University, Western Connecticut State University and Central Connecticut State University and from Housing Fees at Southern Connecticut State University, Eastern Connecticut State University, Western Connecticut State University and Central Connecticut State University as are necessary to secure the bonds, and certain other charges of CSUS; tax compliance agreements pertaining to certain representations and agreements of CSUS to preserve the tax exemption on CHEFA's revenue bonds; representation and indemnity agreements, pursuant to which CSUS will make various representations and indemnifications in connection with the sale and issuance of CHEFA's revenue bonds; continuing disclosure agreements, pursuant to which CSUS will agree to provide financial statements and other operating data to the secondary bond market; environmental indemnity agreements, pursuant to which

CSUS will make various representations and indemnifications concerning environmental and related matters; official statements pursuant to which CHEFA's revenue bonds will be sold, and other documents and agreements requested by CHEFA which are necessary or appropriate to effectuate the financing of the capital program; and CSUS will issue its notes to secure its obligations under the loan agreements; and

WHEREAS, The Board of Regents for Higher Education serving as the Board of Trustees for the Connecticut State University System is requesting assistance from CHEFA in connection with financing the capital program;

NOW THEREFORE BE IT

RESOLVED, That the Board of Regents for Higher Education serving as the Board of Trustees for the Connecticut State University System approves the following provisions for authorization to borrow from CHEFA as described below:

Section 1. That the Board hereby approves the capital program substantially in the form as described in ***Exhibit A*** hereto, but reserves the right, in its discretion, not to undertake any one or more of the components of the capital program, to amend the scope and details of any component of the capital program, or to add additional components to be financed by any borrowings to finance the capital program.

Section 2. That the action of the officers of the Board of Regents for Higher Education serving as the Board of Trustees for the Connecticut State University System, in submitting a request to CHEFA in the name of and on behalf of CSUS in connection with financing of the capital program, be and the same is hereby ratified and approved and any future similar request of officers of the Board of Regents for Higher Education serving as the Board of Trustees for the Connecticut State University System in furtherance of financing portions of the capital program in ***Exhibit A*** is hereby authorized.

Section 3. That CSUS borrow a sum not to exceed \$130 million from CHEFA to be used for the purpose of financing so much of the capital program, as described in ***Exhibit A*** hereto, as may be financed with proceeds of such borrowings, including but not limited to design and construction costs, equipment, materials, architect and engineering fees and other expenses related to the capital program, funding of a Debt Service Reserve Fund and paying costs of the financings; and that CSUS may spend additional moneys on any component of the capital program from available funds from State General Obligation Bonds and past and future borrowings from CHEFA.

Section 4. That the Board hereby approves the pledge to CHEFA, in order to secure the financings, for the purposes and in accordance with the provisions of Chapter 187 and Sections 10a-87 through 10a-89g of the General Statutes of Connecticut, as amended, of all or any part of CSUS's right, title and interest in and to any revenues of the University Fee, any revenues of Student Parking Fees at Southern Connecticut State University, Eastern Connecticut State University, Western Connecticut State

University and Central Connecticut State University and any revenues of Housing Fees at Southern Connecticut State University, Eastern Connecticut State University, Western Connecticut State University and Central Connecticut State University as are necessary to secure the bonds, and certain other charges of CSUS presently owned or hereafter acquired.

Section 5. That the Board hereby approves, as further security for the financing of the capital program, that CHEFA's revenue bonds are secured by a State Special Capital Reserve Fund (SCRF) as provided for in Chapter 187 and Sections 10a-87 through 10a-101 of the General Statutes of Connecticut, as amended, and, in particular, Section 10a-186a of said General Statutes, to be funded with proceeds of CHEFA's revenue bonds.

Section 6. That the Board hereby authorizes the President of the Board or such officer's successor, and in such officer's absence, the Chief Financial Officer of the Board or such officer's successor, for and in the name of and on behalf of the Board, to execute one or more loan agreements and notes in as many counterparts as may be necessary, said loan agreements and notes to be in such form as such officer shall approve, such approval to be conclusively evidenced by such execution.

Section 7. That the President of the Board or such officer's successor, and in such officer's absence, the Chief Financial Officer of the Board or such officer's successor, are further authorized for and in the name of and on behalf the Board, to execute and deliver, in the manner provided in Section 6 of this resolution, any and all other financing documents and written agreements, contracts, evidences of indebtedness, certifications and other instruments to which CSUS may be or become a party or which may be required to be executed and delivered in the name of and on behalf of CSUS, including but not limited to the establishment of one or more accounts dedicated to make the payments required to be made to CHEFA or to secure CHEFA's revenue bonds, and a pledge of revenues from the University Fee, and all or part of revenues from Student Parking Fees at Southern Connecticut State University, Eastern Connecticut State University, Western Connecticut State University and Central Connecticut State University and any revenues of Housing Fees at Southern Connecticut State University, Eastern Connecticut State University, Western Connecticut State University and Central Connecticut State University as are necessary to secure the bonds, and certain other charges of CSUS, as shall be determined by the President of the Board or such officer's successor, and in such officer's absence, the Chief Financial Officer of the Board or such officer's successor, all such agreements, contracts and other instruments to be in such form as such officers may approve, such approval to be conclusively evidenced by such execution.

Section 8. That the Board hereby authorizes the President of the Board or such officer's successor, and in such officer's absence, the Chief Financial Officer of the Board or such officer's successor, to approve, for and in the name of and on behalf of the Board and CSUS, the use in Official Statements of CHEFA of information with respect to the Board and CSUS, and to execute and deliver to CHEFA letters for

use in Official Statements of CHEFA, such letters to be in such form as such officer may approve, such approval to be conclusively evidenced by such execution.

Section 9. That the President of the Board or such officer's successor, and in such officer's absence the Chief Financial Officer of the Board or such officer's successor, is further hereby authorized, for and in the name of and on behalf of the Board and CSUS, to approve or to execute, as appropriate, any or all instruments in connection with CHEFA's revenue bonds to be issued for the purposes herein approved; and any Trust Indenture between CHEFA and the Trustee to be selected by CHEFA, and any other agreement, instrument or document necessary or useful to consummate the financings of the capital program through CHEFA; and to cooperate with CHEFA in the issuance and sale of CHEFA's revenue bonds.

Section 10. It is the intention of the Board by this resolution to authorize the officers of the Board hereinabove named without further action by the Board, to approve all of the terms of CHEFA's revenue bonds, the terms of the loans from CHEFA, including the dates, amounts, interest rates, interest periods, maturities and financial and other covenants.

Section 11. The officers of the Board are, and each of them hereby is, authorized and directed to perform and take such other actions as may be desirable, necessary, proper or convenient to accomplish the intent and purposes expressed herein, and the performance thereof by such officer shall be conclusive as to the approval by such officer of the terms thereof.

Section 12. CSUS hereby declares its official intent under Federal Income Tax Regulation Section 1.150-2 that project costs may be paid from temporary advances of available funds and that CSUS reasonably expects to reimburse any such advances from the proceeds of borrowings in an aggregate principal amount not in excess of the amount of borrowing authorized above for financing the capital program; and no funds from sources other than the reimbursement bond issue are or are reasonably expected to be reserved, allocated on a long term basis, or otherwise set aside by the Board pursuant to the Board's budget or financial policies with respect to CSUS to pay the bond-financed portion of the capital program, except as set forth in ***Exhibit A***; and be it further

RESOLVED, That the resolution shall take effect immediately upon its adoption.

A Certified True Copy:

Lewis J. Robinson, Jr.
Chairman

EXHIBIT A

DESCRIPTION OF CAPITAL PROGRAM

University	Project Title	Project Cost	Anticipated State Funds	CHEFA Series A Bonds	CHEFA Series B Bonds	CHEFA Series C Bonds	CHEFA Series D Bonds	CHEFA Series E Bonds	CHEFA Series G Bonds	CHEFA Series J Bonds	Anticipated CHEFA Series M Bonds	To Fund With Future Bonds or Excess Proceeds*
Central	Install New Elevators/Repair Existing Elevators	\$ 3,555,273.07	\$ 2,446,200.00	\$ 621,573.94	\$ 430,539.79	\$ 56,959.34	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Reroof Memorial Hall	325,583.00	33,000.00	292,583.00	-	-	-	-	-	-	-	-
	Reroof North and Carroll Halls	1,434,776.05	-	61,259.31	1,373,516.74	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase I Program	581,839.81	-	334,916.81	246,923.00	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase II Program	437,808.45	-	-	437,808.45	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase III Program	750,000.00	750,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase IV Program	150,000.00	150,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase V Program	287,000.00	287,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase VI Program	198,795.06	-	-	-	198,795.06	-	-	-	-	-	-
	Minor Capital Improvements: Phase VII Program	200,000.00	200,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase VIII Program	800,000.00	800,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase IX Program	800,000.00	800,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase X Program	500,000.00	-	-	-	-	479,015.48	-	20,984.52	-	-	-
	Minor Capital Improvements: Phase XI Program	800,000.00	-	-	-	-	-	-	-	800,000.00	-	-
	Minor Capital Improvements: Phase XII Program	800,000.00	-	-	-	-	-	-	-	-	800,000.00	-
	Minor Capital Improvements: Phase XIII Program	800,000.00	-	-	-	-	-	-	-	-	-	800,000.00
	Minor Capital Improvements: Phase XIV Program	800,000.00	-	-	-	-	-	-	-	-	-	800,000.00
	Minor Capital Improvements: Phase XV Program	800,000.00	-	-	-	-	-	-	-	-	-	800,000.00
	Renovations and Additions to Student Center	14,692,142.81	11,000.00	292,668.26	7,220,327.00	5,254,903.00	1,913,244.55	-	-	-	-	-
	Beecher Hall: Fire Alarm/Code Renovations	1,483,304.28	-	1,407,094.79	76,209.49	-	-	-	-	-	-	-
	May Hall: Fire Alarm/Code Renovations	2,069,008.61	1,917,770.00	39,918.93	111,319.68	-	-	-	-	-	-	-
	Wells Street Garage: Structural Improvements	219,854.00	-	219,854.00	-	-	-	-	-	-	-	-
	Wells Street Garage: Code Improvements	845,102.50	-	72,010.30	773,092.20	-	-	-	-	-	-	-
	Memorial Hall: Kitchen Hood Code Renovations	761,891.51	-	-	761,891.51	-	-	-	-	-	-	-
	Energy Conservation Prog.: Improve Mechanical Room	1,557,972.10	85,820.00	-	-	1,472,152.10	-	-	-	-	-	-
	Renovate Sheridan Hall	8,841,328.90	8,103,297.00	-	-	738,031.90	-	-	-	-	-	-
	Improvements to Kaiser Hall Student Parking Lot	584,836.61	-	-	-	584,836.61	-	-	-	-	-	-
	Construct West Parking Garage	17,631,656.36	-	-	-	442,096.36	17,189,560.00	-	-	-	-	-
	Renovate Gallaudet Hall	11,341,632.49	10,342,134.00	-	-	645,399.39	354,099.10	-	-	-	-	-
	Construct New Residence Hall	81,891,000.00	-	-	-	-	-	-	-	-	81,891,000.00	-
	Renovate Carroll Hall	1,370,773.14	1,337,804.00	-	-	-	-	-	32,969.14	-	-	-
	Memorial Hall Renovations	171,307.86	-	-	-	-	-	-	171,307.86	-	-	-
	HVAC Conversion in Residence Halls	6,358,893.00	2,576,896.00	-	-	-	1,273,630.95	-	14,196.62	517,169.43	-	1,977,000.00
	Residence Hall Security Improvements	466,000.00	-	-	-	-	-	-	466,000.00	-	-	-
	New Northeast Food Service Facility	10,304,000.00	-	-	-	-	-	-	-	1,078,000.00	9,226,000.00	-
	Memorial Hall Food Service Improvements	1,724,000.00	-	-	-	-	-	-	-	-	-	1,724,000.00
	Second New Residence Hall	61,640,000.00	-	-	-	-	-	-	-	-	-	61,640,000.00
	Telecom. Infrastructure Upgrades in Residence Halls	948,000.00	-	-	-	-	-	-	-	948,000.00	-	-
Eastern	Residence Hall Village North	\$ 23,750,004.25	\$ -	\$ 16,539,123.37	\$ 7,016,202.88	\$ -	\$ 194,678.00	\$ -	\$ -	\$ -	\$ -	\$ -
	Hurley Hall Addition and Renovation	4,497,425.15	-	259,106.07	4,206,319.08	32,000.00	-	-	-	-	-	-
	Various ADA Compliance Projects	637,376.90	230,000.00	138,131.00	269,245.90	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase I Program	297,452.81	-	289,697.81	7,755.00	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase II Program	356,755.48	-	-	356,755.48	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase III Program	230,000.00	230,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase IV Program	424,072.45	-	-	-	424,072.45	-	-	-	-	-	-
	Minor Capital Improvements: Phase V Program	50,000.00	-	-	-	50,000.00	-	-	-	-	-	-
	Minor Capital Improvements: Phase VI Program	155,878.19	-	-	-	155,878.19	-	-	-	-	-	-
	Minor Capital Improvements: Phase VII Program	412,780.15	-	-	-	-	-	-	412,780.15	-	-	-
	Minor Capital Improvements: Phase VIII Program	1,422,800.00	1,422,800.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase IX Program	500,000.00	-	-	-	-	27,400.00	-	472,600.00	-	-	-
	Minor Capital Improvements: Phase X Program	760,000.00	-	-	-	-	-	-	-	760,000.00	-	-
	Minor Capital Improvements: Phase XI Program	515,000.00	-	-	-	-	-	-	-	-	515,000.00	-
	Minor Capital Improvements: Phase XII Program	515,000.00	-	-	-	-	-	-	-	-	-	515,000.00
	Minor Capital Improvements: Phase XIII Program	490,000.00	-	-	-	-	-	-	-	-	-	490,000.00
	Minor Capital Improvements: Phase XIV Program	490,000.00	-	-	-	-	-	-	-	-	-	490,000.00
	High Rise Apts.: Interior Renovations	4,231,940.14	-	741.85	4,044,238.17	186,960.12	-	-	-	-	-	-
	Construct North Parking Garage	10,140,699.49	-	-	-	382,037.81	9,758,661.68	-	-	-	-	-
	Student Center Renovation and Addition	23,404,142.84	-	-	-	1,815,000.00	-	-	21,589,142.84	-	-	-
	Construct South Residential Hall Village	54,949,516.45	-	-	-	-	-	54,949,516.45	-	-	-	-
	Burr Hall: Waterproofing and Exterior and Interior Repa	2,026,088.92	-	-	-	22,800.00	143,390.00	-	1,859,898.92	-	-	-
	Occum Hall: Sprinkler, Fire Alarm, Door, Elevator Upgr	1,507,406.00	-	-	-	-	-	-	1,507,406.00	-	-	-
	Replace Occum Hall Roof	263,450.00	-	-	-	-	-	-	263,450.00	-	-	-
	High Rise Elevator Upgrade	813,000.00	813,000.00	-	-	-	-	-	-	-	-	-
	Fire Alarm Upgrades: Burnap,Crandall and Noble Halls	763,000.00	763,000.00	-	-	-	-	-	-	-	-	-
	North Campus Residence Hall	54,364,000.00	-	-	-	-	-	-	-	-	-	54,364,000.00
	Low Rise Walkway, Stair, Roof and Fascia Replacemen	1,487,522.00	1,487,522.00	-	-	-	-	-	-	-	-	-
	Occum Hall: Interior Upgrades	2,227,000.00	-	-	-	-	-	-	-	161,000.00	2,066,000.00	-
	Shafer Hall Renovation (Design Funds Only)	4,100,000.00	-	-	-	-	-	-	-	-	4,100,000.00	-
	Telecom. Infrastructure Upgrades in Residence Halls	1,271,000.00	-	-	-	-	-	-	-	1,271,000.00	-	-

EXHIBIT A

DESCRIPTION OF CAPITAL PROGRAM

University	Project Title	Project Cost	Anticipated State Funds	CHEFA Series A Bonds	CHEFA Series B Bonds	CHEFA Series C Bonds	CHEFA Series D Bonds	CHEFA Series E Bonds	CHEFA Series G Bonds	CHEFA Series J Bonds	Anticipated CHEFA Series M Bonds	To Fund With Future Bonds or Excess Proceeds*
Southern	Renovate Schwartz Hall	\$ 5,404,240.14	\$ 350,000.00	\$ 4,786,779.45	\$ 187,334.66	\$ -	\$ 80,126.03	\$ -	\$ -	\$ -	\$ -	\$ -
	Window Replacements in Residence Halls	2,017,742.46	170,000.00	1,795,279.31	52,463.15	-	-	-	-	-	-	-
	Repair/Resurface Parking Lots	3,875,962.63	1,156,288.19	42,802.70	496,460.20	475,699.73	-	-	-	298,711.81	494,000.00	912,000.00
	Minor Capital Improvements: Phase I Program	552,722.46	-	552,722.46	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase II Program	333,367.66	-	-	333,367.66	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase III Program	630,000.00	-	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase IV Program	1,545,000.00	1,545,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase V Program	304,431.75	-	-	-	304,431.75	-	-	-	-	-	-
	Minor Capital Improvements: Phase VI Program	1,013,930.50	870,000.00	-	-	143,930.50	-	-	-	-	-	-
	Minor Capital Improvements: Phase VII Program	1,000,000.00	1,000,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase VIII Program	1,000,000.00	1,000,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase IX Program	500,000.00	-	-	-	-	292,150.77	-	207,849.23	-	-	-
	Minor Capital Improvements: Phase X Program	194,600.00	194,600.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase XI Program	1,100,000.00	-	-	-	-	-	-	-	1,100,000.00	-	-
	Minor Capital Improvements: Phase XII Program	1,100,000.00	-	-	-	-	-	-	-	-	1,100,000.00	-
	Minor Capital Improvements: Phase XIV Program	1,100,000.00	-	-	-	-	-	-	-	-	-	1,100,000.00
	Minor Capital Improvements: Phase XV Program	1,100,000.00	-	-	-	-	-	-	-	-	-	1,100,000.00
	Dormitory Brick Deterioration	97,000.00	97,000.00	-	-	-	-	-	-	-	-	-
	Construct Fitch Street Parking Garage	7,997,246.09	170,510.00	-	4,880,249.26	2,946,486.83	-	-	-	-	-	-
	Construct New Student Center	35,040,745.07	-	-	273,755.52	3,120,702.00	31,646,287.55	-	-	-	-	-
	Install Sprinklers in Dormitories	7,683,573.10	-	-	-	1,165,894.68	6,447,678.42	-	70,000.00	-	-	-
	Construct New Residence Hall and Parking Garage	28,999,446.91	-	-	-	-	-	28,999,446.91	-	-	-	-
	Repair West Campus Access Road and Parking Lots	1,725,934.73	-	-	-	-	-	-	1,725,934.73	-	-	-
	Dormitory Roof Replacements	1,435,899.28	132,368.82	-	-	-	-	-	1,303,530.46	-	-	-
	North Campus Residence Hall: Replace Windows, Doo	987,178.00	-	-	-	-	-	-	987,178.00	-	-	-
	Renovate Farnham Hall	6,746,959.64	5,463,621.24	-	-	-	1,273,800.76	-	9,537.64	-	-	-
	New Parking Garage	20,771,300.00	2,030,000.00	-	-	-	-	4,397,881.24	-	14,343,418.76	-	-
	Connecticut Hall: Upgrade Two Elevators	194,600.00	194,600.00	-	-	-	-	-	-	-	-	-
	New Residence Hall	70,194,000.00	-	-	-	-	-	-	-	-	-	70,194,000.00
	Brownell Hall Renov.: Mech. Syst., Windows, Security	3,722,000.00	-	-	-	-	-	-	529,000.00	-	3,193,000.00	-
	No. Campus Residence Hall Upgrade Bathrooms/Secu	6,610,000.00	-	-	-	-	-	-	-	-	3,305,000.00	3,305,000.00
	Telecom. Infrastructure Upgrades in Residence Halls	1,102,900.00	-	-	-	-	-	-	-	1,102,900.00	-	-
Western	Renov. Newbury Hall Incl. Code Compl. Improv.	\$ 873,889.64	\$ -	\$ 873,889.64	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	Reroof Newbury Hall	130,900.00	7,200.00	123,700.00	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase I Program	100,000.00	100,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase II Program	225,000.00	225,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase III Program	403,000.00	-	-	-	403,000.00	-	-	-	-	-	-
	Minor Capital Improvements: Phase IV Program	553,500.00	505,000.00	-	-	48,500.00	-	-	-	-	-	-
	Minor Capital Improvements: Phase V Program	365,000.00	365,000.00	-	-	-	-	-	-	-	-	-
	Minor Capital Improvements: Phase VI Program	500,000.00	-	-	-	-	310,400.90	-	189,599.10	-	-	-
	Minor Capital Improvements: Phase VII Program	922,000.00	-	-	-	-	-	-	-	922,000.00	-	-
	Minor Capital Improvements: Phase VIII Program	1,397,000.00	-	-	-	-	-	-	-	-	1,397,000.00	-
	Minor Capital Improvements: Phase IX Program	613,000.00	-	-	-	-	-	-	-	-	-	613,000.00
	Minor Capital Improvements: Phase X Program	453,000.00	-	-	-	-	-	-	-	-	-	453,000.00
	Minor Capital Improvements: Phase XI Program	233,000.00	-	-	-	-	-	-	-	-	-	233,000.00
	Construct Westside Residence Hall	21,661,676.17	-	15,858,757.20	5,802,918.97	-	-	-	-	-	-	-
	Renovations and Additions to Memorial Hall	8,856,000.00	6,656,000.00	-	2,200,000.00	-	-	-	-	-	-	-
	Renov. Fairfield Hall Incl. Code Compl. Improv.	631,515.12	61,790.00	569,725.12	-	-	-	-	-	-	-	-
	Renov. Grasso Hall Incl. ADA Compl. Improv.	2,124,700.00	2,124,700.00	-	-	-	-	-	-	-	-	-
	Litchfield Hall: HVAC/EMS Improvements	120,000.00	120,000.00	-	-	-	-	-	-	-	-	-
	Construct Westside Student Center	17,226,818.75	-	-	-	1,218,000.00	2,197,000.00	13,811,818.75	-	-	-	-
	Newbury Hall: HVAC Installation	1,345,780.40	-	-	-	50,000.00	92,428.16	429,954.57	773,397.67	-	-	-
	Construct New Residence Hall and Parking Garage	29,722,207.86	-	-	-	-	-	29,722,207.86	-	-	-	-
	Construct Second Midtown Campus Parking Garage	17,150,671.64	-	-	-	-	-	-	17,150,671.64	-	-	-
	Renovate Fairfield Hall	7,256,542.79	6,606,578.00	-	-	-	-	-	649,964.79	-	-	-
	Westside Campus Parking Garage	14,412,000.00	-	-	-	-	-	-	-	-	1,233,000.00	13,179,000.00
	Residence Halls: Exterior Repairs	1,081,000.00	780,220.99	-	-	-	-	-	-	300,779.01	-	-
	Litchfield Hall Renovations	10,194,000.00	-	-	-	-	-	-	-	1,064,000.00	9,130,000.00	-
	Newbury Hall Renovations	8,688,000.00	-	-	-	-	-	-	-	-	-	8,688,000.00
	Telecom. Infrastructure Upgrades in Residence Halls	680,000.00	-	-	-	-	-	-	-	680,000.00	-	-
TOTALS:		\$ 801,078,073.62	\$ 67,342,720.24	\$ 45,172,335.32	\$ 41,558,693.79	\$ 22,338,567.82	\$ 73,673,552.35	\$ 132,310,825.78	\$ 49,878,399.31	\$ 25,875,979.01	\$ 118,450,000.00	\$ 224,477,000.00

* Subject to Change

ITEM

Student Sickness Insurance Waiver Authorizations for Active Duty and Veteran Students at the Connecticut State Universities.

BACKGROUND

Under current Board policy (BR#03-15), all full-time students at Central, Eastern, Southern and Western Connecticut State Universities are required to carry accident and sickness insurance, with the exception that sickness insurance may be waived under certain conditions. Accident insurance is mandatory for part-time matriculated students involved in university recognized or sponsored organizations' activities. Coverage is provided through the universities at a reasonable cost. Other students may avail themselves of the coverage.

ANALYSIS

The current mandatory sickness insurance waiver process for full-time students stipulates that the student must provide a properly executed university waiver signed by the student or by a parent or legal guardian (if the student is a minor), which attests to the fact that they have adequate sickness insurance coverage from an insurance carrier licensed to operate in the United States and identifies the carrier and the policy number of the alternative insurance.

Because active duty and veteran students receive insurance benefits through Tricare and the Veterans Administration (VA), respectively, they are unable to provide the documentation as specified above by the waiver policy.

Amendment to BR03-15 clearly sets forth the process by which both active duty and student veterans may obtain a properly executed university waiver from mandatory student sickness insurance. In lieu of the standard documentation required from other full-time students, active duty students may indicate the insurance carrier as Tricare and provide the last four digits of their social security number as the policy number. The veteran student may waive under the following VA educational chapters (1607, 30, 31, and 33) and be VA "service-connected. The student veteran will simply be required to identify the insurance carrier as the VA and provide the last four digits of their social security number as their policy number.

RECOMMENDATION

Approve the amendment to BR#03-15.

RESOLUTION

concerning
STUDENT SICKNESS INSURANCE WAIVER
AUTHORIZATIONS FOR ACTIVE DUTY AND VETERAN
STUDENTS AT THE CONNECTICUT STATE UNIVERSITIES

October 18, 2012

- WHEREAS, Public Act No. 11-48 authorizes the Board of Regents for Higher Education to serve as the governing board for the Connecticut State Universities, and
- WHEREAS, The Board of Trustees for the Connecticut State University System under its statutory authority (CGS 10a-99) reviews and establishes fees annually for such purposes as the Board of Trustees deems necessary, and
- WHEREAS, The Board has approved a mandatory accident and sickness insurance program for full-time and certain matriculated part-time students who elect to participate in sponsored activities, and
- WHEREAS, The mandatory sickness insurance may be waived for full-time active duty students and student veterans under the following Veterans Administration (VA) educational chapters (1607, 30, 31 and 33) and be "VA service-connected", if the student identifies the insurance carrier as Tricare or the VA and provides the last four digits of their Social Security number, and
- WHEREAS, An alternate authorization process for waiver of mandatory sickness insurance was not contemplated for student veterans or active duty military at the time of passage of Board Resolution #03-15, *Fee Schedule for Student Sickness and Accident Insurance*, and
- WHEREAS, The parties agree to the amendment of the waiver process, now, therefore be it
- RESOLVED, That BR#03-15 is amended.

A Certified True Copy:

Lewis J. Robinson, Jr.
Chairman