



Florida Agricultural and Mechanical University Board of Trustees Policy

Board of Trustees Policy Number: 2006-02	Date of Adoption: June 29, 2006 Date of Revision: December 16, 2010
Subject	Debt Management Policy
Authority	Board of Governors Regulation 1.001 and Section 7(c), Article IX, Florida Constitution
Applicability	The University and its Direct Support Organizations

1. Background Information

During the 2006 Legislative Session, the Florida Legislature created Section 1010.62, Florida Statutes, relating to revenue bonds and debt issued by state universities and direct support organizations. On April 27, 2006, consistent with the above statutory provision, the Florida Board of Governors adopted Debt Management Guidelines (the "Original Guidelines") for the state universities and direct support organizations establishing requirements for the issuance of bonds, notes, debentures and other debt instruments for capital outlay projects or for refinancing existing debt.

On June 29, 2006, as required by the Board of Governors, the Florida A&M University Board of Trustees adopted the Original Guidelines as set forth in Policy 2006-2.

On September 16, 2010 the Board of Governors revised the Original Guidelines to more thoroughly address issues involving DSOs and auxiliary enterprises (the "Revised Guidelines").

2. Adoption of the Revised Guidelines as Debt Management Policy of the University

A. Florida A&M University Board of Trustees hereby finds the Revised Guidelines, attached and incorporated hereto as **Exhibit 1**, as adopted by the Florida Board of Governors, advance the interests of Florida A&M University, the Board of Trustees and direct support organizations of Florida A&M University in the issuance of debt.

B. The Revised Guidelines, attached and incorporated hereto as Exhibit 1, shall serve as the debt management policy for Florida A&M University and its direct support organizations.

3. Distribution of Policy

The President shall ensure a copy of this policy and the attached Revised Guidelines are distributed to appropriate work units of the university and to the board of directors of all direct support organizations of the university.
