

BOARD OF REGENTS
Eastern Michigan University

SECTION: 21

DATE:
June 22, 2023

RECOMMENDATION

FINANCE AND INVESTMENT COMMITTEE

ACTION REQUESTED

It is recommended that the Board of Regents receive and place on file the minutes from the April 20, 2023 Finance and Investment Committee meeting and the Working Agenda for the June 22, 2023 meeting.

STAFF SUMMARY

April 20, 2023 Meeting Agenda

- Report and Minutes
- WEMU Audited Financial Statements (June 30, 2022)
- Federal Single Audit (June 30, 2022)
- Utility and Infrastructure Concession
- Emeritus Staff

June 22, 2023 Meeting Agenda

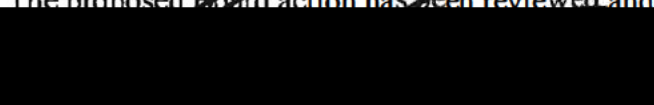
- Report and Minutes
- AY 24 Tuition and Fees
- FY 24 General Fund Operating Budget
- FY24 Auxiliary Fund Operating Budget
- Natural Gas Purchase
- Interest Rate SWAP Extension
- DTE Easement
- Lease of University Property – Hewitt Road
- Emeritus Staff

FISCAL IMPLICATIONS

None

ADMINISTRATIVE RECOMMENDATION

The proposed Board action has been reviewed and is recommended for Board approval.


University Executive Officer

June 22, 2023
Date

BOARD OF REGENTS

EASTERN MICHIGAN UNIVERSITY

201 Welch Hall

(734) 487-2410

FINANCE and INVESTMENT COMMITTEE

June 22, 2023

10:45 AM

REGULAR AGENDA

- Report and Minutes
- AY 24 Tuition and Fees
- FY 24 General Fund Operating Budget
- FY24 Auxiliary Fund Operating Budget
- Natural Gas Purchase
- Interest Rate SWAP Extension
- DTE Easement
- Lease of University Property – Hewitt Road
- Emeritus Staff

EASTERN MICHIGAN UNIVERSITY
Finance and Investment Committee
Meeting Minutes
April 20, 2023

The meeting was called to order by Regent Chad Newton at 11:02 am.

A motion was made, seconded, and approved to accept the minutes from the February 16, 2023 Finance and Investment Committee meeting.

The agenda included four (4) items.

Section 13:

Presentation & Recommendation: WEMU Audited Financial Statements (June 30, 2022)
Recommendation that the Board of Regents receive and place on file the WEMU-FM Financial Statements as of June 30, 2022 and related auditor's report. The auditors provided an unqualified opinion, the highest level of assurance possible. General Manager, Molly Motherwell, shared a presentation with highlights regarding WEMU's history, fundraising efforts and results, and the addition of new team members.

Section 14: **Recommendation:** Federal Single Audit (June 30, 2022)

Recommendation that the Board of Regents receive and place on file the Federal Single Audit Financial Reports for the year ending June 30, 2022. The auditors provided an unmodified opinion, the highest level of assurance possible.

Section 15: **Presentation & Recommendation:** Utility and Infrastructure Concession

The Board received a recommendation to approve the selection of CenTrio as the University's utility services partner and to authorize the president to finalize and execute a utility services agreement. The proposed agreement includes a 50-year term whereby the University will receive \$115 million in upfront compensation which will be used to defease \$25.4 million of outstanding debt while the remainder is to be invested to provided future income streams to support investments in student recruitment and retention efforts. The agreement also calls for approximately \$50 million in energy conservation investments and other key infrastructure improvement projects across campus which expect to provide \$1.9-\$2.4 million in expense savings annually. The University expects to achieve an annual benefit of \$2.7-\$3.2 million following annual payments to CenTrio. Additionally, the recommendation included authorizing the President to finalize and execute a pre-development agreement with Gilbane Development Company and to approve the immediate infrastructure improvement projects.

Section 4: **Recommendation:** Emeritus Staff

It was recommended that the Board of Regents grant Emeritus Staff Status to one (1) staff member.

The meeting was adjourned at 11:53 am.

Respectfully submitted,


Kristen M. Ayres

Executive Assistant to the CFO and Treasurer to the Board of Regents