



**UNIVERSITY OF GUAM
UNIBETSEDAT GUÅHAN
BOARD OF REGENTS**

RESOLUTION NO. 12-20

RELATIVE TO APPROVING THE FY2013-2015 PLAN FOR INSTITUTIONAL SUSTAINABILITY RESERVES, INSURANCE DEDUCTIBLE RESERVES, CAPITAL EQUIPMENT RESERVES AND CAPITAL FACILITIES RESERVES

WHEREAS, the University is the primary U.S. Land Grant institution accredited by the Western Association of Schools and Colleges (WASC) serving the post-secondary needs of the people of Guam and the region; and

WHEREAS, the governance and well-being of the University is vested in the Board of Regents; and

WHEREAS, the University requires financial stability and long-term viability to deliver its mission and sustain educational effectiveness, which is reinforced by the WASC standards; and

WHEREAS, Board Resolution No. 08-41 authorizes the Unrestricted Fund Reserve for the purchase, maintenance, replacement and refurbishment of capital equipment and facilities, and to sustain critical expenditures in times of financial or other crisis; and

WHEREAS, the University has reviewed available and projected cash reserves in Fund 11Y and set aside reserves for institutional sustainability and insurance deductibles; and

WHEREAS, the University has identified capital needs post-ARRA, which are critical to infrastructure and growth in addition to the FY2013 Reserve Capital Improvement Projects authorized by Board Resolution No. 12-07; and

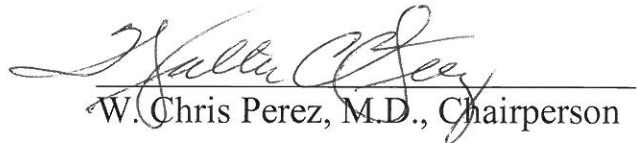
WHEREAS, UPBAC has discussed and provided input on the critical expenditures, capital equipment needs and capital facilities needs,

WHEREAS, the Senior VP for Academic and Student Affairs (SVP) and VP for Finance and Administration (VPAF) have determined and certified to the President that current year revenues in the primary general and non-appropriated accounts and working capital are insufficient to fund the intended transactions; and

WHEREAS, the President has recommended, and the Facilities and BFIA committees have reviewed, and together recommend that the Board approve the FY2013-2015 Plan for Institutional Sustainability Reserves, Insurance Deductible Reserves, Capital Equipment Reserves and Capital Facilities Reserves attached hereto.

NOW, THEREFORE, BE IT RESOLVED, that the University of Guam FY2013-2015 Plan for Institutional Sustainability Reserves, Insurance Deductible Reserves, Capital Equipment Reserves and Capital Facilities Reserves attached hereto is hereby approved and will become effective October 1, 2012.

Adopted this 20th day of September, 2012.


W. Chris Perez, M.D., Chairperson

ATTESTED:



Robert A. Underwood, Ed.D., Executive Secretary