



SOUTHERN ILLINOIS UNIVERSITY
SENIOR VICE PRESIDENT FOR FINANCIAL & ADMINISTRATIVE AFFAIRS
STONE CENTER - MAIL CODE 6801 / 1400 DOUGLAS DRIVE / CARBONDALE, ILLINOIS 62901

September 8, 2023

Members of the Board Finance Committee

Roger Tedrick, Chair
Ed Curtis
Victor Ludwig
Subhash Sharma

Dear Members of the Finance Committee:

The Finance Committee will meet on Thursday, September 21, 2023, immediately following the Audit Committee in the Multipurpose Room, East St. Louis Center, Building D, 601 James R. Thompson Blvd., East St. Louis, Illinois. The agenda is enclosed.

Yours truly,

Duane Stucky
Senior Vice President for Financial and Administrative Affairs
and Board Treasurer

Enclosures

cc:	J. Phil Gilbert	Dan Mahony
	Lauren Harris	Austin Lane
	Ed Hightower	James T. Minor
	Sara Salger	Jerry Kruse
	John Simmons	Other Interested Parties

AGENDA

MEETING OF THE SOUTHERN ILLINOIS UNIVERSITY BOARD OF TRUSTEES FINANCE COMMITTEE

Thursday, September 21, 2023

Immediately following the Audit Committee

Multipurpose Room
East St. Louis Center
Building D
601 James R Thompson Blvd
East St. Louis, Illinois

1. Approval of Minutes of the July 20, 2023 Meeting (Attached).
2. Approval of Additional Purchase Authority: Digital Color Press Operations, SIUC (Board Agenda Item K).
3. Approval of Additional Purchase Authority: Member Services Agreement, Broadcasting Services (WSIU), SIUC (Board Agenda Item L).
4. Approval of Purchase: Starbucks Master Licensing Agreement, SIUC (Board Agenda Item M).
5. Approval of Purchase: Chick-Fil-A Master Licensing Agreement, SIUC (Board Agenda Item N).
6. Approval of the Establishment of a Public Officials' Bond for the Board Treasurer, Southern Illinois University (Board Agenda Item O).
7. Resource Allocation and Management Program (RAMP) Operations and Capital Requests, Fiscal Year 2024 (Board Agenda Item P). *Joint discussion to be held with the Architecture and Design Committee.*
8. Approval of Fiscal Year 2024 Operating Budget (Board Agenda Item Q).
9. Salary Increase Plan for Fiscal Year 2024, SIU (Board Agenda Item R).
10. Information Report: Presentation of the Annual Debt Compliance Report ending June 30, 2023.
11. Other Business
12. Adjournment

**BOARD OF TRUSTEES
SOUTHERN ILLINOIS UNIVERSITY**

Minutes of the Finance Committee Meeting

July 20, 2023

The Finance Committee met in the Auditorium, SIU School of Medicine, 801 North Rutledge, Springfield, Illinois and via live stream video at siusystem.edu through YouTube, and through Zoom at approximately 9:11 am. Present were: Roger Tedrick (Chair), Ed Curtis, Victor Ludwig, and Subhash Sharma (via Zoom). Other Board members present were: J. Phil Gilbert, Lauren Harris, Ed Hightower, Sara Salger, and John Simmons. Executive Officers present were: President Dan Mahony; Chancellor Austin Lane, SIUC; Chancellor James T. Minor, SIUE; Dean and Provost Jerry Kruse, School of Medicine; General Counsel Lucas Crater; Vice President for Antiracism, Diversity, Equity and Inclusion and Chief Diversity Officer Dr. Sheila Caldwell; Vice President for Academic Innovation, Planning and Partnerships Gireesh Gupchup; and Senior Vice President for Financial and Administrative Affairs and Board Treasurer Duane Stucky.

Minutes

Trustee Ludwig recommended approval of the minutes of the April 27, 2023, meeting as submitted. The motion was seconded by Trustee Sharma. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Approval of Purchase: Investment Management Services, Southern Illinois University (Board Agenda Item K).

Senior Vice President Stucky reviewed Committee Item 2.

Trustee Sharma recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Dissolution of the Southern Illinois University Medical Facilities System (Board Agenda Item L).

Senior Vice President Stucky reviewed Committee 3.

Trustee Curtis recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Additional Approval of Purchase Authority: Software Maintenance, Carbondale and Edwardsville Campuses (Board Agenda Item M).

Approval of Purchase: Software License Contract, Southern Illinois University System (Board Agenda Item N).

Approval of Purchase: Lease of Multi-function Copier Machines and Services, Southern Illinois University Carbondale (Board Agenda O).

Additional Approval of Purchase Authority: Sharepoint Web Portal and Mobile Application Specialists, Center for Workforce Development, SIUC (Board Agenda Item P)

Mr. Clark reviewed Committee Items 4-7.

Trustee Sharma recommended approval of the matters and that they be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the items were passed by the Committee.

Approval of Increase: Vice Chancellor for Development and Alumni Relations, SIUC (Board Agenda Item Q).

Chancellor Lane reviewed Committee Item 8.

Trustee Curtis recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Approval to Amend Purchase: Targeted Recruitment and Outreach with Academic Partnerships for Online Programs with the School of Education, Health and Human Behavior, SIUE (Board Agenda Item R).

Provost Cobb reviewed Committee Item 9.

Trustee Sharma recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Approval of Purchase: Targeted Recruitment and Outreach for Freshmen, SIUE (Board Agenda Item S).

Provost Cobb reviewed Committee Item 10.

Trustee Curtis recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Approval of Purchase: Starbucks Master Licensing Agreement, SIUE (Board Agenda Item T).

Dr. Bill reviewed Committee Item 11.

Trustee Curtis recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Ludwig. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Approval of Incentive Compensation for Chancellor (Board Agenda Item U).

President Mahony reviewed Committee Item 12.

Trustee Curtis recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Sharma. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Approval of Incentive Compensation for SIU President (Board Agenda Item V).

The Hon. Phil Gilbert reviewed Committee Item 13.

Trustee Curtis recommended approval of the matter and that it be placed on the Board's agenda. The motion was duly seconded by Trustee Sharma. Paula Keith conducted a roll call vote (Curtis-yes, Ludwig-yes, Sharma-yes, Tedrick-yes) and the item was passed by the Committee.

Other Business

There being no other business, the meeting was adjourned at approximately 9:35 a.m.

DS/psi

SOUTHERN ILLINOIS UNIVERSITY
ANNUAL DEBT COMPLIANCE REPORT
FOR FISCAL YEAR ENDING JUNE 30, 2023

Pursuant to its responsibilities as set forth in the Debt Compliance Policy (the “Policy”) adopted by Southern Illinois University (the “University”), the Compliance Committee has conducted the annual review required by the Policy and has prepared this report to determine whether Debt (as defined in the Policy) complies with covenants and other ongoing requirements applicable to each issue of Debt. The following sets forth a summary demonstrating the University’s compliance with such covenants and requirements.

RECORDS

The Office of the Vice President for Financial and Administrative Affairs has all of the records required under the Debt Compliance Policy.

TAX COMPLIANCE

(a) *Arbitrage Rebate Liability.* At this time, the University does not have any rebate liability to the U.S. Treasury.

(b) *Contract Review.* All contracts and agreements of the University, including any leases, with respect to the use of any property owned by the University and acquired, constructed or otherwise financed or refinanced with the proceeds of the Debt and other records have been reviewed. At this time, each issue of the Debt complies with the federal tax requirements applicable to such issue, including restrictions on private business use and private loans.

(c) *IRS Examinations or Inquiries.* The Internal Revenue Service (the “IRS”) has not commenced an examination of any issue of Debt. The IRS has not requested a response to a compliance check, questionnaire or other inquiry.

CONTINUING DISCLOSURE

(a) The agreements of the University with respect to each issue of Debt have been reviewed to determine whether the Annual Financial Information and Audited Financial Statements were filed in a timely manner. All such information was filed within the times required by all Undertakings.

(b) No Reportable Event Disclosures were made this year

Other Covenants and Requirements

All issues of Debt are in compliance with all other covenants and other ongoing requirements applicable to each such issue under the related Debt documents, with the exception of the following occurrences:

The market value of the investments held in the HAFS Debt Service Reserve account on June 30, 2023, fell below the minimum balance required per the HAFS Bond Resolution due to a rising interest rate environment. On July 21, 2023, funds were then deposited to restore the account balance to the required reserve amount.

The required contribution to the MFS Interest Sinking Fund due by September 15, 2022, was insufficient. Funds were deposited on March 15, 2023, in an amount sufficient to make the final MFS bondholder payment due April 1, 2023.

Based upon the foregoing, no further action is necessary at this time.

Compliance with Policy

All issues of Debt are in compliance with all requirements of the Debt Compliance Policy applicable to each such issue. Based upon the foregoing, no further action is necessary at this time.

Effectiveness of the Policy

The Compliance Committee has consulted with other staff, counsel, the municipal advisor and other professionals in order to evaluate the effectiveness of the Policy. The Compliance Committee has no recommendations for change in the Policy.



Board Treasurer

8.23.23

Date

Names and Titles of Members of the Compliance Committee:

- Duane Stucky, Board Treasurer
- Tina Galik, Assistant Treasurer
- Luke Crater, General Counsel
- David Uffelman, Debt Finance Specialist