Trustee Fournier, Chair, called the meeting to order and welcomed everyone.

**Property Demolition and Disposal Update.** Mr. Chip Gavin, System Director of Facilities Management and General Services, provided an update of the UMS property demolition and disposal. Since 2002 the System has disposed of approximately 65 facilities comprising of 505,000 square feet of space. This represents approximately 5.4% of the current total footprint. The facilities have ranged in size from storage sheds of less than 100 square feet to buildings of up to 140,000 square feet. Recent examples for 2011 include the following: sale of 68 High Street in Portland, demolition of Augusta Hall at UMA-Bangor, and demolition of the Farm House in Franklin.

Approximately 1.6 million square feet or approximately 17% of all UMS space has a net asset value of less than 31% and a renovation age of more than 50 years. Nearly 1.6 million square feet in 143 facilities or approximately 17% of all UMS space has a renovation age greater than 50 years and an estimated net asset value of less than 31%.

The number of UMS facilities disposed of since 2002 by campus are:

- UMS – 3
- UM – 31
- UMA – 9
- UMF – 10
- UMFK – 0
- UMM – 2
- UMPI – 1
- USM - 9

**Follow up Discussion with Sightlines.** Mr. Jim Kadamus of Sightlines, LLC provided an update on the Sightlines report. The 2011 progress and recommendations are as follows:

- The FY2011 data provides evidence that a greater percentage of capital funds are being used for envelope/mechanical lifecycle projects. This focus on core existing space issues should be monitored and continued.
• Campuses are beginning to make annual stewardship commitments by funding a portion of investment targets.
• There is still a need to document deferred maintenance projects at the campus and building level as a basis for capital priorities.
• The University is working with Sightlines to identify the highest need buildings as determined by their Net Asset Value (NAV) as a factor in developing a capital funding request. The current economic environment makes acquiring additional capital challenging.
• Enrollment and space trends support a policy to limit new space investments unless that space is replacing obsolete, low NAV buildings or there is a demonstrated mission-related need for the space.
• Proposals to develop a work management system have been solicited and a decision to move forward will occur in 2012. Having the system in place will help document high need buildings and set capital priorities.

Executive Session
On a motion by Trustee Hood, which was seconded by Trustee Turner, the Finance/Facilities Committee agreed to go into Executive Session under the provision of 1 MRSA Section 405 for the purposes of discussion of information exempt from premature disclosure which derives independent economic value, actual or potential, from not being generally known to and not being readily ascertainable by proper means by other persons who can obtain economic value from its disclosure or use.

On a motion by Trustee Turner, which was seconded by Trustee Johnson, the Finance/Facilities Committee concluded the Executive Session.

Review of responses to the RFQ for the Performance Based Funding Model.
No award was made on the Request for Qualification (RFQ) regarding consulting services for the development of a performance based funding model. Any action in connection with the RFQ is deferred to a date to be determined. Consideration of the issue may be taken up by the Committee on or about 30 days following the March 20, 2012 appointment date for the new Chancellor.

The UMS procurement staff will inform the vendor(s) who submitted a proposal of the deferral.

Adjournment.

Ellen Doughty for
J. Kelley Wiltbank, Clerk