



OFFICE OF THE PRESIDENT

Item 8.1

PRESENT TO BOARD: JUNE 26, 2019

TO: SOUTH FLORIDA STATE COLLEGE
DISTRICT BOARD OF TRUSTEESFROM: THOMAS C. LEITZEL 

SUBJECT: RECERTIFICATION OF DIRECT SUPPORT ORGANIZATION (DSO)

Request for recertification of Direct Support Organization

In accordance with SFSC Policy 8.01, the South Florida State College Foundation, Inc. respectfully requests recertification to function on behalf of SFSC during the College's 2019-2020 fiscal year. Legal Authority: Florida Statute 1004.70.

SFSC Policy 8.01 states that "each direct support organization (DSO) wishing to operate under the auspices of South Florida State College must be annually certified by the SFSC District Board of Trustees as meeting the conditions set forth by the Board. Direct support organizations so certified by the Board may be permitted the use of the College's property, facilities and personnel services."

Conditions for certification include the following:

1. The DSO shall exist for the purpose of providing financial, scholarship, facility, equipment and other support to the College and its programs and students.
2. The DSO shall provide full, complete, and timely information on all of its activities to the SFSC District Board of Trustees as follows:
 - a. One or more members of the SFSC DBOT shall be designated by the Chair of the DBOT to serve as liaison voting members of the Board of Directors and the Executive Committee of the DSO.
 - b. The College President shall be a voting member of the Board of Directors and the Executive Committee of the DSO.
 - c. The College's Controller shall serve as ex-officio member of the Board of Directors of the DSO in the capacity of Assistant Treasurer.
 - d. The DSO shall make monthly reports to the DBOT.
 - e. The Executive Director of the DSO shall report administratively to the College President.

f. The DSO shall submit its annual independent audit and Income Tax Form 990 to the DBOT for review and acceptance.

3. The DSO will make an annual report on its activities in the spring of each year (typically May or June) so that the DBOT may certify the DSO by July 1st.

Summary of yearly accomplishments:

The South Florida State College Foundation, Inc. operates on a calendar fiscal year. During the fiscal year ending December 31, 2018 (FY18), the SFSC Foundation, Inc. continued to meet each of the mandates specified above. Specific activities and accomplishments for the year include:

Revenue

Number of gifts: 1,121

- Amount received..... \$ 793,633.51
 - Investment income..... \$ -817,304.00
 - Donated services*..... \$ 164,742.00
 - Rental Income..... \$ 352,132.00
- Total \$ 493,203.51**

Pledged Gift

- Partnership Project \$ 3,365,000

Scholarships

Number Awarded: 464

- Amount awarded..... \$ 189,373

Teaching chairs awarded..... 4

Take Stock in Children:

- Currently in program 134
- High School graduates 474
- Currently in college 61
- College graduates..... 257

Facilities leased to SFSC..... 2

Board members elected..... 2

SFSC programs supported

All academic programs at the College

DSO support from the College

For FY18 current expense support totaled \$3,840.28 and personnel support totaled \$264,742. This support is reduced by the \$100,000 Administrative fee recouped by the College. The anticipated personnel and current expense expenditures for FY19 and FY20 of approximately \$275,000 each, were and will be utilized for the promotion and support of the College’s Vision and Mission. The Administrative Fee in FY19 and FY20 are also expected to be \$100,000 each year.

Value added

\$793,633.51 raised at a cost to SFSC of \$164,742 devoted to operations, represents a significant ROI for the College.

Indebtedness of DSO

The SFSC Foundation has no indebtedness.

*** Donated Services Contributors:**

- Executive Director, Institutional Advancement
- Controller
- Executive Assistant, Institutional Advancement
- Accounts Payable Specialist
- Administrative Assistant II, Controller
- Coordinator, Grants and Foundation Accounting
- Resource Development Specialist

SUGGESTED MOTION:

Move to accept the 2018 independent audit and IRS form 990 and to reauthorize the SFSC Foundation, Inc. to work on behalf of the College as a direct support organization in support of the College's Vision and Mission, utilizing support from the College as presented for the 2019-2020 fiscal year.