

Official Minutes
Board of Regents
Annual Meeting of the Full Board
December 9-10, 2010
Fairbanks, Alaska

Regents Present:

Cynthia Henry, Chair
Timothy C. Brady, Vice Chair
Fuller Cowell, Secretary
Carl Marrs, Treasurer
Ashton Compton
Erik Drygas
Kenneth Fisher
Mary K. Hughes
Patricia Jacobson
Robert Martin
Kirk Wickersham

Patrick K. Gamble, Chief Executive Officer and President, University of Alaska

Others Present:

John Pugh, Chancellor, University of Alaska Southeast
Brian D. Rogers, Chancellor, University of Alaska Fairbanks
Fran Ulmer, Chancellor, University of Alaska Anchorage
Roger Brunner, General Counsel
Daniel Julius, Vice President for Academic Affairs
Wendy Redman, Vice President for University Relations
Joe Trubacz, Vice President for Finance and Administration
Steve Smith, Chief Information Services Officer
Beth Behner, Chief Human Resources Officer
Kit Duke, Associate Vice President, Facilities
Saichi Oba, Associate Vice President, Student Services and Enrollment Management
Michelle Rizk, Associate Vice President, Budget
Kate Ripley, Director, Public Affairs
Mari Montgomery, Director, Statewide Office of Land Management
Jeannie D. Phillips, Executive Officer, Board of Regents
Brandi Berg, Assistant to the Executive Officer, Board of Regents

I. Call to Order

Regent Henry called the meeting to order at 8:10 a.m. on Thursday, December 9, 2010.

II. Adoption of Agenda

Regent Martin moved, seconded by Regent Drygas, and passed unanimously that:

PASSED AS AMENDED (amendments noted with *)
"The Board of Regents adopts the agenda as presented."

- I. Call to Order**
- II. Adoption of Agenda**
- III. Approval of Minutes**
- IV. Executive Session**
- V. President's Report**
- VI. Public Testimony**
- VII. Presentation from the University of Alaska Fairbanks**
- VIII. Approval of Resolution of Appreciation for Cynthia Henry**
- IX. Approval of Resolution of Appreciation for Erik Drygas**
- X. Status Report on University of Alaska Academic Master Plan**
- XI. Finance Matters**
 - A. Report on and Acceptance of the University of Alaska FY2010 Audited Financial Statements**
 - B. Report on and Acceptance of the FY2010 Education Trust of Alaska Audited Financial Statements**
 - C. Review of UA Foundation Financial Statements and the Consolidated Fund Statements**
 - D. Report on General Obligation and Revenue Bonds**
 - E. Approval of FY11 Kuskokwim Campus Student Government Fee**
- XII. Planning and Development Matters**
 - A. Report on Development Efforts**
 - *B. Report on January 2011 Retreat (added)**
- XIII. Approval of Tuition Rates for AY13**
- XIV. Approval of the 10-Year Capital Improvement Plan**
- XV. Report on UA Performance**
- ~~***XVI. Approval of Federal Stimulus Receipt Authority Request (removed from agenda)**~~
- XVII. Consent Agenda**
 - A. Academic and Student Affairs Committee**
 - 1. Approval of Deletion of Bachelor of Science in Statistics at the University of Alaska Fairbanks**
 - B. Facilities and Land Management Committee**
 - 1. Total Project Cost Approval – UAF Energy Technology Facility Phase 1A**
 - 2. Formal Project Approval – UAA Prince William Sound Community College Renewal and Wellness Center**

3. **Formal Project Approval – UAS Auke Lake Way Project**
- XVIII. New Business and Committee Reports**
- A. **Academic and Student Affairs Committee**
 - B. **Audit Committee**
 - C. **Facilities and Land Management Committee**
 1. **Formal Project Approval – UAA Mat-Su College Paramedic Program/Classroom Addition**
 2. **Formal Project Approval – UAS Sitka Campus Career and Technical Education Center Renovation**
 3. **Committee Report**
 - D. **Finance Committee**
 - E. **Human Resources Committee**
 - F. **Legislative Committee**
 - G. **Planning and Development Committee**
- XIX. Approval of 2012 Meeting Schedule**
- XX. Election of Board Officers**
- XXI. Approval of Revisions to Corporate Authority Resolution**
- XXII. Alaska Commission on Postsecondary Education Report**
- XXIII. UA Foundation Report**
- XXIV. UA Athletics Report**
- XXV. Future Agenda Items**
- XXVI. Board of Regents' Comments**
- XXVII. Adjourn**

This motion is effective December 9, 2010."

III. Approval of Minutes

Regent Cowell moved, seconded by Regent Drygas, and passed unanimously that:

PASSED

"The Board of Regents approves the minutes of its regular meeting of November 9, 2010 as presented. This motion is effective December 9, 2010."

IV. Executive Session

Regent Wickersham moved, seconded by Regent Martin, and passed unanimously that:

PASSED

"The Board of Regents goes into executive session at 8:10 a.m. Alaska Time in accordance with the provisions of AS 44.62.310 to discuss matters the immediate knowledge of which would have an adverse effect on the finances of the university related to litigation, labor contracts, and land acquisition. The session will include members of the Board of Regents, President Gamble, General Counsel Brunner, and such other university staff members as the president may designate and will last approximately 1 hour and 30 minutes. This motion is effective December 9, 2010."

The Board of Regents recessed an executive session at 10:00 a.m. Alaska Time in accordance with AS 44.62.310 discussing matters the immediate knowledge of which would have an adverse effect on the finances of the university. The session included members of the Board of Regents, President Gamble, General Counsel Brunner, and other university staff members designated by the president and lasted approximately 1 hour and 50 minutes.

The Board of Regents resumed the executive session at 12:00 noon and then concluded the session at 1:00 p.m. Alaska Time in accordance with AS 44.62.310 discussing matters the immediate knowledge of which would have an adverse effect on the finances of the university. The session included members of the Board of Regents, President Gamble, General Counsel Brunner, and other university staff members designated by the president and lasted approximately 1 hour.

V. President's Report

President Gamble reported that starting the new year, he will be working on the strategic plan for the university following the board's retreat in January; that work is progressing on the hiring of a new chancellor at UAA - he also thanked Chancellor Ulmer for her service to the university and to the nation; campus visit updates; academic master plan; final budget refinements in anticipation of the legislative session; and plans to visit Washington D.C. in February.

VI. Public Testimony

John Petraitis, chair of the Faculty Alliance, reported on faculty alliance issues including the revision of the academic master plan and their appeal to partner with administration on issues of importance to the university.

Abel Bult-Ito, UAF faculty member and member of the negotiating team for the faculty union, reported on his financial analysis and an appeal to add the term "sexual orientation" to the university's nondiscrimination statement.

Jerry McBeath, UAF faculty member and member of the negotiating team for the faculty union, thanked Regents Drygas and Henry for their service on the board,

and reported on the status of the negotiations and their desire to include political ideology and sexual orientation in the nondiscrimination statement.

Randy Pitney, representative of the UAF Alumni Association, thanked the board for their support of the UAF Life Sciences building, and on the activities of the association to support UAF. The Alumni Association did request that the date of the September meeting does not conflict with Alumni weekend.

Maya Selganek, professor of Film Studies at UAF, appealed to the board to approve a Bachelor of Arts in Film at UAF.

Dave Selle, member of Local 600 Cinematographer Guild, spoke in support of a Bachelor of Arts in Film at UAF to fulfill the needs of the industry in Alaska.

Jenifer Huang McBeath, professor at UAF, presented a report on seed potato production and its application toward projects in China.

Nichole Carvajal, student representative on the Coalition of Student Leaders, requested that the board not raise graduate tuition and asked that sexual orientation and gender identity be added to the nondiscrimination statement.

Peter Finn, Coalition of Student Leaders, requested that the new UAA chancellor come from the UAA campus and asked that governance groups have a separate time to make reports apart from the public testimony.

Miles Brooks, Daniel Ribuffo, and Candace Perfect, USUAA student government representatives, thanked the board for including student input on the tuition decisions, asked that this collaboration continue; asked that the graduate tuition not be raised; requested that the two year notice of tuition continue; and asked that students be involved in the chancellor search process.

Maria Russell, chair of the Staff Alliance, thanked the board for including the staff salary increases, encouraged the board and administration to continue to include the staff in discussions regarding compensation; and reported on issues of importance to the staff; and thanked Regents Drygas and Henry for their service.

Lisa Sporleder, president of the Statewide Administration Assembly, appealed to the board to protect staff compensation to the extent possible and to involve staff in the decision-making process on adjusting salary and benefits and asked for the reinstatement of a cost-of-living adjustment.

Orion Lawlor, assistant professor at UAF, appealed to the board to not raise graduate tuition because of its affect on research grants.

VII. Presentation from University of Alaska Fairbanks

Dr. Dan White, associate vice chancellor for Research, reviewed efforts to encourage economic development through university research at UAF. Dr. Michael Harris presented information regarding his research on Sudden Infant Death Syndrome and possible commercialization of that research that may help diagnose predispositions for SIDS.

VIII. Approval of Resolution of Appreciation for Cynthia Henry

Regent Fisher moved, seconded by Regent Cowell, and passed with unanimous consent that:

PASSED

“The Board of Regents approves the resolution of appreciation for Cynthia Henry. This motion is effective December 9, 2010.”

WHEREAS, Cynthia Henry has served on the University of Alaska Board of Regents with distinction since January 17, 2003, when she was appointed by Governor Frank Murkowski; and

WHEREAS, Cynthia Henry has served on many of the board’s committees during her eight-year term, including the Academic and Student Affairs Committee, Audit Committee, Facilities and Land Management Committee, Finance Committee, Human Resources Committee, Planning and Development Committee and the Alaska Commission on Postsecondary Education as well as two terms as board chair beginning in December 2008; and

WHEREAS, Cynthia Henry has the distinction of never having missed a board meeting during her 8-year tenure on the Board of Regents; and

WHEREAS, Cynthia Henry is a 36-year resident of Fairbanks, with an active personal, professional and civic life; and

WHEREAS, in her early years in Fairbanks, Cynthia Henry taught English at Austin E. Lathrop High School, from 1974 through 1981. Also during that time period, she and husband Ken started HOPS Hallmark in Fairbanks, a business that they later expanded to Anchorage; and

WHEREAS, Regent Henry left teaching after sons Lucas and Carter were born, but she continued to be heavily involved in the boys’ school activities as a parent volunteer, tutor and PTA leader; and

WHEREAS, Cynthia Henry earned her undergraduate degree at Rocky Mountain College in Billings, Montana, graduating Summa Cum Laude in 1972, and serving as class valedictorian; and

WHEREAS, Cynthia Henry completed a Master of Education, Guidance and Counseling degree at the University of Alaska Fairbanks in 1980; and

WHEREAS, Cynthia Henry also served from 1994 to 2000 on the Fairbanks North Star Borough School board, including two terms as board president; and

WHEREAS, Cynthia Henry was elected to the Fairbanks North Star Borough Assembly in 2001, and served one term, including a year as deputy president officer, prior to becoming a member of the Board of Regents in 2003; and

WHEREAS, Regent Henry received the MacKinnon Award for Education Excellence from the Alaska School Administrators Association and the Commitment for Children Award from the Fairbanks Council of PTAs, both in October 2000; and

WHEREAS, she also received a Friend of Education Award from the Fairbanks Education Association in May 2000; and

WHEREAS, Cynthia Henry has served on the Board of Directors for the Greater Fairbanks Chamber of Commerce, including stints as chair of the chamber's Education Committee; and

WHEREAS, Regent Henry has maintained long-term memberships in the UAF Alumni Association, Phi Delta Kappa, Phi Kappa Phi, the Tanana Valley League of Women Voters, the North Pole Chamber of Commerce, the Fairbanks Convention and Visitors Bureau and the Air Force Association.

NOW THEREFORE BE IT RESOLVED THAT the University of Alaska Board of Regents officially recognizes Cynthia Henry for her exceptional service to Alaska and the University of Alaska. The board expresses profound thanks on behalf of students, staff and faculty of the university for Cynthia's contributions; and

BE IT FURTHER RESOLVED that this resolution be appropriately engrossed and conveyed to Cynthia Henry, with a copy to be incorporated in the official minutes of the December 9-10, 2010 meeting of the University of Alaska Board of Regents.

IX. Approval of Resolution of Appreciation for Erik Drygas

Regent Jacobson moved, seconded by Regent Brady, and passed with unanimous consent that:

PASSED

"The Board of Regents approves the resolution of appreciation for Erik Drygas. This motion is effective December 9, 2010."

WHEREAS, Erik Drygas has served on the University of Alaska Board of Regents with distinction since May 3, 2007, when he was appointed by Governor Sarah Palin; and

WHEREAS, Erik Drygas has served on the board's Academic and Student Affairs Committee, Finance Committee, Human Resources Committee and has been the board's liaison for University Athletics, a position he created when he recognized the board needed additional education in this area; and

WHEREAS, Erik Drygas advocated holding Juneau board meetings on the University of Alaska Southeast campus at Auke Lake after several years of meetings being held downtown. He believed returning to campus provides the opportunity for more interaction with students, faculty and staff, and for regents to see the beautiful UAS campus first-hand; and

WHEREAS, Erik Drygas, along with other board members, strongly advocated for the Life Sciences Classroom and Laboratory Facility at UAF, and was on the board when voters overwhelmingly endorsed a General Obligation Bond in 2010 that ensured its funding; and

WHEREAS, Erik Drygas has been, with the exception of the student regent, the youngest member of University of Alaska Board of Regents in recent years. When he was appointed at 30, he was the second youngest regent ever to be appointed to a non-student seat; and

WHEREAS, Erik Drygas received his Bachelor of Arts degree in Elementary Education from the University of Alaska Fairbanks in 2000, following a year of student teaching at Weller Elementary School in Fairbanks; and

WHEREAS, Erik Drygas has been an active alumnus of UAF and of UAF Hockey, serving as a board member of the UAF Hockey Alumni Association since 2008; and

WHEREAS, Erik Drygas provides radio and Internet color commentary and game analysis for UAF hockey, and is a four-time Goldie Award recipient for Excellence in a Live Sports Radio Broadcast (2002, 2003, 2004 and 2009), presented by the Alaska Broadcasters Association; and

WHEREAS, Erik Drygas served as head hockey coach for West Valley High School in Fairbanks from 2000 to 2008 and was voted Alaska High School Hockey Coach of the year in 2003. With Erik Drygas as coach, the team was awarded the State Academic Award for hockey in 2003, 2004 and 2006 for academic excellence, reflecting the highest cumulative grade point average of team members statewide; and

WHEREAS, Erik Drygas was named Alaskan of the Year in 1999, presented by the Governor's Committee on Employment and Rehabilitation of People with Disabilities; and

WHEREAS, Erik Drygas was selected by the President's Committee on Employment with Disabilities in 2000 to serve as part of the National Leadership Conference for Youth with Disabilities; and

WHEREAS, Erik Drygas was an Olympic Torch relay participant for the 2002 Winter Olympic Games, carrying the torch in Juneau as it made its way to Salt Lake City, Utah; and

WHEREAS, Erik Drygas played hockey for Lathrop High School and later for the UAF Nanooks until an accident in 1996 during practice resulted in a severely fractured cervical vertebra, which paralyzed him from the shoulders down. After hours of surgery and months of physical therapy in Colorado, he returned to Fairbanks; and

WHEREAS, the accident hasn't slowed him down. In addition to completing college, coaching, doing volunteer work and serving as an ambassador for people with disabilities, Erik Drygas married Emily Drygas in 2002 and is now the proud, stay-at-home dad of the couple's young daughter Annika.

NOW THEREFORE BE IT RESOLVED THAT the University of Alaska Board of Regents officially recognizes Erik Drygas for his exceptional service to Alaska and the University of Alaska. The board expresses profound thanks on behalf of students, staff and faculty of the university for Erik's contributions; and

BE IT FURTHER RESOLVED that this resolution be appropriately engrossed and conveyed to Erik Drygas, with a copy to be incorporated in the official minutes of the December 9-10, 2010 meeting of the UA Board of Regents.

X. Status Report on the University of Alaska Academic Master Plan

John Petraitus, Faculty Alliance Chair, updated the board on the status of the Academic Master Plan.

Friday, December 10, 2010

XI. Finance Matters

- A. Report on and Acceptance of the University of Alaska FY2010 Audited Financial Statements Reference 1

Regent Marrs moved, seconded by Regent Compton, and passed with Regents Brady, Compton, Cowell, Drygas, Fisher, Hughes, Jacobson, Marrs, Martin, Wickersham, and Henry voting in favor that:

PASSED

"The Board of Regents accepts the FY2010 Audited Financial Statements as presented. This motion is effective December 10, 2010."

Myron Dosch, controller, presented an overview for the University of Alaska annual financial statements for the year ended June 30, 2010.

- B. Report on and Acceptance of the FY2010 Education Trust of Alaska Audited Financial Statements Reference 2

Regent Brady moved, seconded by Regent Martin, and passed with Regents Brady, Compton, Cowell, Drygas, Fisher, Hughes, Jacobson, Marrs, Martin, Wickersham, and Henry voting in favor that:

PASSED

"The Board of Regents accepts the FY2010 Education Trust of Alaska Audited Financial Statements as presented. This motion is effective December 10, 2010."

Jim Lynch, associate vice president for Finance, presented an overview of the annual financial statements for the year ended June 30, 2010 for the Education Trust of Alaska. The Trust administers Alaska's three college Savings Plans: the University of Alaska College Savings Plan, the T. Rowe Price College Savings Plan and the John Hancock Freedom 529 Plan.

- C. Review of UA Foundation Financial Statements and the Consolidated Fund Statements Reference 3

Tammi Weaver, chief investment officer, presented an overview of the annual financial statements for the year ended June 30, 2010 for the Consolidated Endowment Fund and the University of Alaska Foundation.

The Consolidated Endowment Fund is a commingled investment fund established to invest the endowment funds of the University and the

University of Alaska Foundation. External auditors from KPMG have met with members of the Foundation's Finance and Audit Committee on two occasions, but the committee has not yet met to formally accept the statements.

D. Report on General Obligation and Revenue Bonds

Joe Trubacz, vice president for Finance and Administration, and Myron Dosch, controller, provided a report regarding general obligation and revenue bonding.

E. Approval of FY11 Kuskokwim Campus Student Government Fee

Reference 4

Regent Marris moved, seconded by Regent Jacobson, and passed with Regents Brady, Compton, Cowell, Drygas, Fisher, Hughes, Jacobson, Marris, Martin, Wickersham, and Henry voting in favor that:

PASSED

“The Board of Regents approves the FY11 Kuskokwim Campus student government budget presented at the June 2010 meeting and the new student government fee for the Kuskokwim Campus. This fee will be effective for the fall 2011 semester. This motion is effective December 10, 2010.”

POLICY CITATION

Regents' Policy 09.07.050 requires student government organizations to submit annual budgets, including the amount of any mandatory student government fees, to the Board of Regents for approval.

RATIONALE AND RECOMMENDATION

The Kuskokwim Campus student government is requesting a student government fee of \$40.00 per student. This is a new student fee that will be used to cover the registration costs for a men's and women's basketball team as well as campus student dances and special holiday events.

XII. Planning and Development Matters

A. Report on Development Efforts

Reference 5

Mary Rutherford, Chief Development Officer, gave an update on development efforts throughout the University of Alaska system.

B. Report on January 2011 Retreat

Regent Hughes announced that the retreat will be held in the Bragaw Office Building starting at 11:00 a.m. the first day and ending at 3:00 p.m. the second day. President Gamble will work on an agenda for the meeting.

XIII. Approval of Tuition Rates for AY13

Reference 6

Regent Fisher moved to amend the main motion, seconded by Regent Martin, and failed with Regents Fisher, Martin and Wickersham voting in favor and Regents Brady, Compton, Cowell, Drygas, Hughes, Jacobson, Marris, and Henry voting in opposition that:

AMENDMENT #1 – FAILED

“The Board of Regents amends tuition at Kodiak College from \$144 to \$165. This motion is effective December 10, 2010.”

Regent Compton moved to amend the main motion, seconded by Regent Marris and failed with Regents Compton, Marris, and Wickersham voting in favor and Regents Brady, Cowell, Drygas, Fisher, Hughes, Jacobson, Martin, and Henry voting in opposition that:

AMENDMENT #2 – FAILED

“The Board of Regents amends the main motion to change the increase in graduate tuition from 3 percent to 0 percent. This motion is effective December 10, 2010.”

Regent Wickersham moved, seconded by Regent Brady, and passed with Regents Brady, Compton, Cowell, Drygas, Fisher, Hughes, Jacobson, Marris, Martin, Wickersham, and Henry voting in favor that:

PASSED

“The Board of Regents approves tuition rates for Academic Year 2013 as presented. This motion is effective December 10, 2010.”

POLICY CITATION

Regents’ Policy 05.10.01 states: “Recognizing that state general fund support is not sufficient to pay the full cost of education and that students have a responsibility to contribute to the cost of their higher education, tuition and student fees will be established to the extent practicable in accordance with the following objectives: (1) to provide for essential support to the university’s instructional programs; (2) to make higher education accessible to Alaskans who have the interest, dedication, and ability to learn; and (3) to maintain tuition and student fees at levels which are competitive with similarly situated programs of other western states. Tuition revenues will be used primarily to maintain and

expand the educational opportunities provided to students, to preserve and improve the quality of existing programs and support services, to respond to enrollment trends, and to implement new programs.”

RATIONALE/RECOMMENDATION

In September 2010, the board confirmed for AY2012 a 5 percent tuition increase for 100- to 200-level courses and a 10 percent increase for all other levels. The board deferred action on AY2013 until the December meeting, citing a Coalition of Student Leaders' counter proposal and the subsequent aforementioned dialogue it generated with students and representatives of the UA community. After careful consideration of UA system budget requirements from among the chancellors, staff, UA students, and representatives from a broad based advisory task force specifically formed to address UA's revenue/tuition needs, a 7 percent increase to all undergraduate rates of tuition, both resident and non-resident was proposed. A 3 percent increase to graduate rates of tuition, both resident and non-resident was also proposed.

The Board of Regents reserves the right to revise tuition rates per Regents' Policy 05.10.060.E.

XIV. Approval of the 10-Year Capital Improvement Plan

Reference 7

Regent Marrs moved, seconded by Regent Fisher, and passed with Regents Brady, Compton, Cowell, Drygas, Fisher, Hughes, Jacobson, Marrs, Martin, Wickersham, and Henry voting in favor that:

PASSED

“The Board of Regents approves the 10-Year Capital Improvement Plan for FY12-FY22. This motion is effective December 9, 2010.”

POLICY CITATION

In accordance with Regents' Policy 05.12.032:

(A) Annually, within the capital budget process, each MAU will prepare and update a 6-year capital plan proposal. The MAU 6-year capital plan proposals, which are developed based upon approved strategic, academic and other planning assumptions, will be consolidated into a systemwide 6-year capital plan in accordance with guidelines approved by the board and procedures established by the chief finance officer. The systemwide 6-year capital plan will be presented to regents' committees responsible for facilities and budgeting for review and comment prior to submission to the full board for approval. Once the 6-year capital plan is approved, the MAU 6-year capital plans shall consist of those projects in the sequence and with the funding sources as identified in the board-approved 6-year capital plan.

(B) The 6-year capital plans shall be reviewed and updated each year as part of the capital budget submission process. Year one of the approved systemwide 6-year capital plan, exclusive of any operating leases and other property or facilities funded from current operating funds, shall become the university's capital budget request for the next capital appropriation cycle.

(C) Each MAU shall include as part of its budget submittal such information regarding reportable leased facilities as may be requested by the chief finance officer.

RATIONALE AND RECOMMENDATION

The scope of the 6-year capital plan was extended to include a 10-year period in order to display additional information that is congruent with the 10-year fiscal plan submitted to the State of Alaska.

Associate Vice Presidents Rizk and Duke presented, reviewed, and discussed the Proposed 10-year Capital Improvement Plan which clearly demonstrates that the Deferred Maintenance (DM) and Renewal & Repurposing (R&R), is and will continue to be, the highest priority until the backlog of DM is reduced to a reasonable level. The additional amount of \$25 million for Annual Renewal and Repurposing (R&R) is the first year of an effort to reach a property maintenance sustainment strategy of reinvesting \$50 million annually to manage the life of older buildings needing major system replacements. This \$50 million is 2.5% of the UA facilities adjusted value, an estimated \$2 billion, addressing UA's intent to halt the deferred maintenance freefall.

The Governor's intention is to support \$37.5 million of that in each of the next four years. Although extremely important to the sizeable task at hand, the \$37.5 million leaves UA with an annual shortfall of \$12.5 million, which means the DM continues to grow, albeit at a slower pace. In order to break the vicious cycle of DM/R&R growth, the university will require a significant departure from past budgeting practices. Fortunately, the Governor's funding offers such an opportunity through use of leverage via the bond market. Market conditions being advantageous, it appears possible for the university to focus upwards of \$200 million on the DM/R&R problem over the next four years, at a very modest payment rate, and take a significant portion of the spiraling DM/R&R problem off the table.

If the bond proposal does not work out, the secondary plan is to repeatedly request from the legislature, in addition to the Governor's proposal, another \$62.5 million each year for each of the next four years to be applied 75%/25% against DM and R&R respectively, to achieve the same results. Given past funding history, this option does not bode well for eliminating risk of mission failure and excessive operating and maintenance unprogrammed expenses brought about by excessive DM/R&R.

Mindful of the emphasis being placed on DM/R&R and the urgent need to address this staggering problem, new starts, growth, enhancements and the associated planning for expansion, other than what is already set in motion, will see significant de-emphasis over the next 2-3 years. Projects in the current budget request year are listed by project title. Construction project themes support the UA Strategic Plan and include a range of academic, research, student life community support, and infrastructure priorities.

Trying to gauge the changing nature of the economy and political climate over a 10-year horizon requires an annual review in order to evaluate and address the subsequent impacts on each campus of the pertinent events occurring in each year of the decade of activity.

XV. Report on UA Performance

Reference 8

Associate Vice President White provided highlights of the university's recent performance on key measures, as well as future performance expectations in context of operating conditions, recent investments and proposed FY12 budget increment requests. The performance evaluation report also includes long-range fiscal and performance plan scenarios, outlining revenue, expenditure, and performance expectations under maintenance and growth scenarios.

~~XVI. Approval of Federal Stimulus Receipt Authority Request~~

Removed from agenda.

XVII. Consent Agenda

Regent Brady moved, seconded by Regent Fisher, and passed unanimously by all 11 regents that:

PASSED

“The Board of Regents approves the consent agenda as presented. This motion is effective December 10, 2010.”

A. Academic and Student Affairs Committee

1. Approval of Deletion of Bachelor of Science in Statistics at the University of Alaska Fairbanks Reference 11

PASSED

"The Board of Regents approves the deletion of the Bachelor of Science in Statistics at the University of Alaska Fairbanks as presented. This motion is effective December 10, 2010."

B. Facilities and Land Management Committee

1. Total Project Cost Approval – UAF Energy Technology Facility Phase 1A Reference 14

PASSED

“The Board of Regents approves the Project Change Approval request for the University of Alaska Fairbanks Energy Technology Facility Phase 1A (High Bay Test Module and Site Preparation) as presented, and authorizes the university administration to proceed, not to exceed a total project cost of \$4,700,000. This motion is effective December 10, 2010.”

2. Formal Project Approval – UAA Prince William Sound Community College Renewal and Wellness Center Reference 15

PASSED

“The Board of Regents approves the Formal Project Approval request for the University of Alaska Anchorage PWSCC Wellness Center/Campus Renewal as presented in compliance with the campus master plan, and authorizes the university administration to proceed through Schematic Design not to exceed a total project cost of \$5,000,000. This motion is effective December 10, 2010.”

3. Formal Project Approval – UAS Auke Lake Way Project Reference 16

PASSED

“The Board of Regents approves the Formal Project Approval request for the University of Alaska Southeast, Auke Lake Way Corridor Improvements & Reconstruction as presented in compliance with the campus master plan, and authorizes the university administration to proceed through Schematic Design not to exceed a Total Project Cost of \$4,300,000. This motion is effective December 10, 2010.”

XVIII. New Business and Committee Reports

A. Academic and Student Affairs Committee

Regent Jacobson reported on the reports given to the committee including teacher mentor program, teacher education, SB241, workforce development, UAF accreditation, and a possible design school at UAA. The report on distance education was deferred to the February 2011 meeting

B. Audit Committee

Regent Brady reported that the committee heard reports from the internal auditor, external auditors with KPMG and Price Waterhouse, and offered congratulations to Nikki Pittman who is due to deliver before the end of the month.

C. Facilities and Land Management Committee

1. Formal Project Approval – UAA Mat-Su College Paramedic Program/Classroom Addition Reference 17

PASSED

“The Facilities and Land Management Committee approves the Formal Project Approval request for the University of Alaska Anchorage Mat-Su College Paramedic Program/Classroom Addition as presented in compliance with the campus master plan, and authorizes the university administration to proceed through schematic design not to exceed a total project cost of \$3,500,000. This motion is effective December 9, 2010.”

2. Formal Project Approval – UAS Sitka Campus Career and Technical Education Center Renovation Reference 18

PASSED

“The Facilities and Land Management Committee approves the Formal Project Approval request for the University of Alaska Southeast Sitka Campus Career and Technical Education Center Renovation as presented, and authorizes the university administration to proceed through Schematic Design not to exceed a Total Project Cost of \$3,410,000. This motion is effective December 9, 2010.”

3. Committee Report

Regent Brady reported that the committee heard reports on chair approvals for CANHR projects, status of UA Engineering Plan, status of UA Lands Sales, and construction in progress.

Security issues were discussed and the board affirmed its belief that the right things are being done to correct deficiencies given the available resources and complexities involved, its support of the CITO in this effort; and offered support and assistance to complete this effort.

D. Finance Committee

No report.

E. Human Resources Committee

No report.

F. Legislative Committee

Regent Hughes reported that legislative issues will be discussed at the retreat.

G. Planning and Development Committee

No report.

XIX. Approval of 2012 Meeting Schedule

PASSED

“The Board of Regents approves the meeting schedule for 2012. This motion is effective December 10, 2010.”

Calendars for 2011 and 2012 were included in the agenda on pages 3 and 4.

| | <u>2011</u> | |
|-------------------|-----------------------|-----------------|
| Retreat | January 26-27, 2011 | Anchorage |
| Regular Meeting | February 17-18, 2011 | Anchorage |
| Regular Meeting | April 7-8, 2011 | Palmer |
| Regular Meeting | June 2-3, 2011 | Fairbanks |
| Summer Briefing | August 10, 2011 | Audioconference |
| Regular Meeting | September 22-23, 2011 | Juneau |
| Meeting re Budget | November 2, 2011 | Fairbanks |
| Annual Meeting | December 8-9, 2011 | Anchorage |

| | <u>2012</u> | |
|-------------------|-----------------------|-----------------|
| Retreat | January 25-26, 2012 | Anchorage |
| Regular Meeting | February 16-17, 2012 | Fairbanks |
| Regular Meeting | April 12-13, 2012 | Kenai |
| Regular Meeting | June 7-8, 2012 | Anchorage |
| Summer Briefing | August 8, 2012 | Audioconference |
| Regular Meeting | September 27-28, 2012 | Fairbanks |
| Meeting re Budget | November 6, 2012 | Anchorage |
| Annual Meeting | December 6-7, 2012 | Juneau |

XX. Election of Board Officers

In accordance with Board of Regents' Bylaws, at the annual meeting of the Board of Regents, the officers of the board shall be elected by a simple majority vote.

PASSED

"The Board of Regents elects Fuller Cowell as chair of the Board of Regents. This motion is effective December 10, 2010."

PASSED

"The Board of Regents elects Patricia Jacobson as vice chair of the Board of Regents. This motion is effective December 10, 2010."

PASSED

"The Board of Regents elects Robert Martin as secretary of the Board of Regents. This motion is effective December 10, 2010."

PASSED

"The Board of Regents elects Kirk Wickersham as treasurer of the Board of Regents. This motion is effective December 10, 2010."

XXI. Approval of Revisions to Corporate Authority Resolution Reference 9

Regent Compton moved, seconded by Regent Fisher, and passed with Regents Brady, Compton, Cowell, Drygas, Fisher, Hughes, Jacobson, Marrs, Martin, Wickersham, and Henry voting in favor that:

PASSED

"The Board of Regents approves the Corporate Authority Resolution, as revised to reflect changes in titles of officers resulting from the Board of Regents' elections, and authorizes the Chair and Secretary of the Board of Regents to sign the resolution. This motion is effective December 10, 2010."

The Board of Regents regularly passes a resolution specifying certain university officers as being authorized to execute investment and banking transactions for the University of Alaska. Because of changes in officers of the board, a current resolution is necessary in order to execute timely investment and banking transactions.

XXII. Alaska Commission on Postsecondary Education Report

Regent Jacobson reported on updates made the ACPE website that benefit residents; the higher education task force efforts; current rates; and concerns about the scholarship funds.

XXIII. UA Foundation Report

No report.

XXIV. UA Athletics Report

Regent Drygas reported on UA Athletics:

UAA Fall Highlights

- Men and Women's Cross Country teams swept the GNAC Championships—a first for UAA and the GNAC
- Both Men and Women Cross Country Teams won the NCAA West Region Championships and qualified for the National meet in Louisville -- both teams are ranked in the top ten Nationally
- Volleyball earned its 2nd consecutive and 4th All time trip to the NCAA Regional playoffs and recorded their 3rd straight winning season
- Women's basketball claimed the Disney Invitational Championship in Anaheim, CA
- Marko Cheseto (cross country) was named West Region athlete of the year
- 3 Cross Country men earned all region honors
- 4 Cross Country women earned all region honors
- Michael Friess swept the Coach of the year awards in the GNAC and the West Region – earning all 4 award
- Courtney Lundburg was named to the All West Region Volleyball Team.
- Men's basketball won twice in the Shootout defeating Houston Baptist and Ball State University
- Casey Robinson and Taylor Rhode were named to the Men's Shootout All Tournament team
- Tenay Dension-Griffin, Hanna Johansen and Elyssa Horn were named to the Women's Shootout All Tournament Team

UAF Fall Highlights

- Hockey - won the Brice Alaska Goal Rush by beating two nationally ranked teams (Colorado College and Union College)
- Men's and Women's Nordic Skiing - won the Alaska Nordic Cup against the University of Alaska Anchorage for the 5th consecutive year
- Volleyball - Tereza Bendlova named Great Northwest Athletic Conference Newcomer of the Year
- Women's Cross Country - tied the program record with a fourth place overall finish at the Great Northwest Athletic Conference Cross Country Championships
- November 29, 2010 – Nik Yaremchuk (hockey) named CCHA Offensive Player of the Week
- November 22, 2010 – Parrish West (men's basketball) named GNAC Player of the Week

- November 20, 2010 – Parrish West (men’s basketball) named to IBEW Alaska Invitational All-Tournament Team
- November 15, 2010 – Tereza Bendlova (volleyball) named GNAC Newcomer of the Year and named a second team selection to the GNAC All-Conference team
- November 11, 2010 – 10 members of the men's and women's cross country teams garnered spots on the GNAC Academic All-Conference cross country team
- November 10, 2010 – 4 members of the Nanook volleyball team were named to the GNAC Academic All-Conference volleyball team
- November 4, 2010 – Jordyn Montgomery (volleyball) named to the 2010-11 ESPN Academic All-District women’s volleyball third team
- November 1, 2010 – Aaron Gens (hockey) named CCHA Defenseman of the Week
- November 1, 2010 – Cody Kunyk (hockey) named CCHA Rookie of the Week
- October 16, 2010 - Kevin Petovello and Joe Sova (hockey) named to the Brice Alaska Goal Rush All-Tournament Team
- October 16, 2010 – Scott Greenham (hockey) named MVP of the 2010 Brice Alaska Goal Rush tournament
- October 13, 2010 – Bryant Molle (hockey) among twenty candidates announced for the 2010-11 Lowe’s Senior CLASS Award
- October 9, 2010 – Cody Kunyk (hockey) named to the Kendall Classic All-Tournament Team
- September 4, 2010 – Tereza Bendlova (volleyball) named to the Flint Hills Resources Nanook Classic All-Tournament Team
- August 28, 2010 – Tereza Bendlova (volleyball) named to the Extended Stay Deluxe Invitational All-Tournament Team

XXV. Future Agenda Items

Regent Fisher asked that President Gamble report on differential tuition at the January 2011 retreat.

XXVI. Board of Regents' Comments

Regent Martin thanked Chancellor Rogers for his hospitality; thanked President Gamble for hosting a wonderful reception, for the great weather; Regent Wickersham for the 2011 calendar; and congratulated Regents Drygas and Henry for their service.

Regent Fisher thanked Regents Drygas and Henry for their service.

Regent Cowell thanked the university faculty, student and staff; thanked his fellow regents for electing him as chair of the board, and thanked Regents Drygas and Henry for their service.

Regent Brady thanked UAF and President Gamble for their hospitality; and thanked Regents Drygas and Henry for their service.

Regent Marrs thanked Regents Drygas and Henry for their service; and expressed his confidence in the new officers.

Regent Wickersham complimented Regents Drygas and Henry for their outstanding service.

Regent Jacobson thanked UAF for their hospitality and presentation; thanked the Gambles for the wonderful reception; thanked Regent Wickersham for the calendar; thanked the staff for the work on the great presentations; and gave her congratulations to Regents Drygas and Henry for their service.

Regent Hughes expressed her appreciation for Regents Drygas and Henry, thanked the previous officers, and wished everyone a Merry Christmas and Happy New Year.

Regent Drygas thanked UAF for their hospitality; thanked the Gambles for hosting a wonderful reception; thanked the Board of Regents' office for their support; and Regent Henry for her wonderful support and leadership.

Regent Henry thanked UAF for their hospitality; expressed her appreciation for the camaraderie of the board; hoped that the board would recognize faculty more and take time to recognize them; take care of the University and our new president.

President Gamble expressed his appreciation for the leadership of the board and the teamwork of the administration and board; and wished everyone a Merry Christmas.

Chancellor Rogers reported that CRCD received significant funds through Title 3 and expressed his appreciation to Martha Stewart for her work ensuring those funds were procured; announced groundbreaking events this spring; acknowledged the students on the development efforts through the phone; and thanked the regents for their amazing commitment to the university.

Chancellor Pugh thanked Regent Henry for her service and her special commitment to teacher education; thanked Regent Drygas for his efforts on getting meetings back on the UAS campus; and thanked President and Mrs. Gamble for the wonderful reception; and expressed his appreciation for Title 3 grants.

Chancellor Ulmer thanked Regent Drygas for putting a spotlight on athletics and thanked Regent Henry for her service; urged regents to thank Al Parrish for supporting the UAA nursing program; reported that the “Gary Rice” model on student success is working; and thanked the board and President Gamble for allowing her to serve on President Obama’s Oil Spill Commission.

XXVII. Adjourn

Regent Henry adjourned the meeting at 3:30 p.m. on Friday, December 10, 2010.