

Official Minutes  
**Board of Regents**  
**Meeting of the Full Board**  
June 5-6, 2014  
Anchorage, Alaska

**Regents Present:**

Patricia Jacobson, Chair  
Jyotsna Heckman, Vice Chair  
Kenneth Fisher, Secretary  
Michael Powers, Treasurer  
Dale Anderson  
Timothy Brady  
Fuller A. Cowell  
Courtney Enright  
Mary K. Hughes  
Gloria O'Neill  
Kirk Wickersham

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

**Others Present:**

Tom Case, Chancellor, University of Alaska Anchorage  
John Pugh, Chancellor, University of Alaska Southeast  
Brian Rogers, Chancellor, University of Alaska Fairbanks  
Michael Hostina, General Counsel  
Carla Beam, Vice President for University Relations  
Ashok Roy, Vice President of Finance & Administration and Chief Financial Officer  
Dana L. Thomas, Vice President for Academic Affairs  
Kit Duke, Chief Facilities Officer & AVP for Facilities and Land Management  
Karl Kowalski, Chief Information Technology Officer  
Erik Seastedt, Chief Human Resources Officer  
Michelle Rizk, Associate Vice President, Budget  
Kate Ripley, Director, Public Affairs  
Brandi Berg, Executive Officer, Board of Regents  
Barbara Nilsen, Assistant, Board of Regents

**I. Call to Order**

Chair Jacobson called the meeting to order at 8:04 a.m. on Thursday, June 5, 2014.

## **II. Adoption of Agenda**

Regent Anderson moved, seconded by Regent Fisher and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

### **PASSED**

**"The Board of Regents adopts the agenda as presented.**

- I. Call to Order**
- II. Adoption of Agenda**
- III. Approval of Minutes**
- IV. President's Report**
- V. Governance Report**
- VI. Public Testimony**
- VII. Western Interstate Commission for Higher Education Presentation**
- VIII. Shaping Alaska's Future Discussion**
- IX. Approval of Regents' Policy 01.02.060 – Shaping Alaska's Future**
- X. Approval of Shaping Alaska's Future Metrics Framework**
- XI. Presentation on the Della Keats Program at the University of Alaska Anchorage**
- XII. Acceptance of FY14 Supplemental Appropriations**
- XIII. Acceptance of FY15 Operating Budget Appropriation and Approval of the Distribution Plan**
- XIV. Acceptance of FY15 Capital Budget Appropriation and Approval of the Distribution Plan**
- XV. Approval of FY15 Student Government Budgets**
- XVI. Approval of FY15 Natural Resources Fund Budget**
- XVII. Human Resources Report**
- XVIII. Planning and Development Committee**
  - A. Discussion Regarding Board Governance**
- XIX. State Relations Report**
- XX. Approval of Revisions to the UA Scholars Program**
- XXI. Approval of Regents' Policy Revisions Regarding Prince William Sound Community College**
- XXII. Approval of FY16 Operating Budget Development Guidelines**
- XXIII. Approval of FY16 Capital Budget Development Guidelines**
- XXIV. Consent Agenda**
  - A. Academic and Student Affairs Committee**
    - 1. Approval of a Revision to Regents' Policy 02.02.015 – Chancellors**
    - 2. Approval of Revisions to Regents' Policy 10.07.030 – Security Clearances**
    - 3. Approval of Revisions to Regents' Policy 10.07.060 – Misconduct in Research, Scholarly Work and Creative Activity in the University**

4. **Approval of Revisions to Regents' Policy 10.07.080 – Agreements with External Academic and Research Entities**
  5. **Approval of Regents' Policy 10.07.075 – Animal Subjects in Research**
  6. **Approval of the Deletion of a Graduate Certificate in Supply Chain Management at the University of Alaska Anchorage**
  7. **Approval of the Deletion of a Certificate in Computer Information and Office Systems at the University of Alaska Anchorage's Community and Technical College, Kenai Peninsula College, Kodiak College, and Matanuska-Susitna College**
  8. **Approval of a Resolution in Support of the Alaska Maritime Workforce Development Plan**
- B. Facilities and Land Management Committee**
1. **Approval of Revisions to Regents' Policies 05.06.575 – Conditions for Use of Innovative Procurements and 05.06.577 – Record of Innovative Procurement**
  2. **Project Change Request for the University of Alaska Anchorage Engineering and Industry Building**
  3. **Schematic Design Approval for the University of Alaska Fairbanks Combined Heat and Power Plant Major Upgrade**
  4. **Schematic Design Approval for the University of Alaska Fairbanks Akasofu Restoration**
  5. **Project Change Request for the University of Alaska Fairbanks Engineering Facility**
- XXV. New Business and Committee Reports**
- A. Academic and Student Affairs Committee**
  - B. Audit Committee**
  - C. Facilities and Land Management Committee**
- XXVI. Future Agenda Items**
- XXVII. Approval of Presidential Contract**
- XXVIII. Executive Session**
- XXIX. Old Business**
- A. Consideration of a Board Member's Request to Review Regents' Policy 02.09.020 – Possession of Weapons**
- XXX. Board of Regents' Comments**
- XXXI. Adjourn**

**This motion is effective June 5, 2014."**

### **III. Approval of Minutes**

Regent Hughes moved, seconded by Regent Powers and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

#### **PASSED**

**“The Board of Regents approves the minutes of its regular meeting of April 3-4, 2014 as presented. This motion is effective June 5, 2014.”**

Regent Cowell moved, seconded by Regent Heckman and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

#### **PASSED**

**“The Board of Regents approves the minutes of its emergency meeting of April 29, 2014 as presented. This motion is effective June 5, 2014.”**

### **IV. President's Report**

President Gamble presented the “Staff Make Students Count” awards; mentioned the university does not currently have a furlough policy; therefore, a draft policy was provided to staff including governance groups on June 2, 2014 seeking feedback prior to bringing the final policy to the board for approval in the fall; introduced Prince William Sound Community College Interim President Daniel O'Connor and announced that Vice President Dana Thomas was selected as the UA Foundation's Edith R. Bullock Prize for Excellence recipient.

“Staff Make Students Count” awardees are Christine Volk from the University of Alaska Anchorage, Leah Aronow-Brown from the University of Alaska Fairbanks, Elizabeth Spence from the University of Alaska Southeast, and Dory Straight from Statewide Administration.

### **V. Governance Report**

Carey Brown, Staff Alliance chair, thanked the board for providing time for his report; noted a resolution was approved supporting the position of the university regarding HB335 (regulation of firearms); noted a review of the draft metrics for Shaping Alaska's Future was completed; stated Vice President Thomas has been very supportive in the governance process regarding policy and procedural updates; welcomed the opportunity to review and draft protocol and procedures for the UA confidential hotline; noted Vice President Roy sought feedback and provided clarity regarding the travel and relocation policy review; said the System Governance Council submitted a proposal to amend their constitution to include the Staff Alliance chair as a member of the council to improve shared governance at the system level; stated the proposed furlough policy is disheartening and will negatively affect classified staff; and said the alliance will elect a new chair during the retreat in July.

Robert Boeckmann, Faculty Alliance chair, noted appreciation for the nature of interaction at the April 2014 meeting, said the level of respect and interaction exhibited during the general education resolution discussion in April was also appreciated; shared a set of principles with the Summit Team about making resource decisions regarding academic decisions at UA; said faculty have not arrived at a systemwide position regarding the minimum standards for baccalaureate degrees although work continues and progress is being made; noted the alliance provided suggestions for a systematic procedure to improve how policy revisions are currently reviewed; said Vice President Thomas has been very helpful with the policy revision process; and introduced David Valentine as the newly elected Faculty Alliance chair.

David Valentine, incoming Faculty Alliance chair, said he looks forward to working with the board and noted during the retreat in August the alliance will begin working on the common calendar and general education requirements.

Shauna Thornton, Coalition of Student Leaders speaker, noted many students have graduated and are participating in summer projects; said student governance staff is committed to staying in touch over the summer months to keep informed on student issues; and said the coalition will elect a new speaker during the retreat in August.

Vice President Thomas presented plaques of appreciation to the governance leaders.

Vice President Beam announced the UA Foundation Board of Trustees approved \$57,950 in the UA Foundation FY15 budget to support the efforts of Shaping Alaska's Future.

Chair Jacobson announced an addition to the Board of Regents' Academic and Student Affairs Committee to recognize the role of faculty and academic decision-making efforts and noted effective at this meeting the Faculty Alliance chair will begin serving as an ex officio member of the committee.

## **VI. Public Testimony**

Dan Sullivan, Anchorage mayor, spoke about the Anchorage School District budget; noted the importance and availability of rigorous courses required for students to succeed; stated a program similar to ANSEP would be useful to assist with enticing more students to the teaching profession and shared an idea regarding a possible incentive program where a student's 4-year education is paid and in turn the student would commit to teach in Alaska for a minimum of four years or the equivalent to the years of paid education.

Cheryl Frasca, Education Matters executive director, spoke about improving teacher preparation and improving student learning outcomes; stated the value of effective teaching; mentioned the importance an effective teacher has on a student's ability to learn and noted how partnerships in education can support policies regarding teacher preparation and student success.

Denise Wilkerson, Education Matters member, mentioned the mentor teacher and student teacher symposium outcomes; noted methods by which to use certain schools for a specific purposes focusing on literacy, STEM and early childhood development; spoke about the Anchorage School District's (ASD) and UAA's collaborative relationship and said ASD convenes the fall teacher in-service on the UAA campus, which allows an exchange of information between educators regarding what is being taught in the district and at the university.

Sharon Chamard, UAA Justice Center associate professor, spoke about her work at the university; noted how she encourages students to work outside of the classroom and get involved in the community; stated the importance about exposing students to real life experiences and noted several projects UAA students participated in within the Anchorage community.

Ron Everett, UAA Justice Center associate professor, highlighted the projects the center has recently completed; stated the importance of the research and expertise provided to the community by the center; noted successes and failures of transitioning individuals from incarceration back into society and said the center provides assistance to non-profit organizations.

Marny Rivera, UAA Justice Center associate professor, spoke about the research performed at the center; stated some of the research is leading Alaska toward a healthier and more productive society; mentioned the assessment of crime statistics and noted special summer research projects led by students.

Ceezar Martinson, UAA Political Science Association member and UAA Honor Society vice president, encouraged the board to reconsider, review and repeal the current Regents' Policy regarding weapons on campus.

Kathleen Vik, Chugiak High School teacher, spoke about the culinary arts program offered at the high school; noted the hospitality industry is growing and support for the culinary arts and management program at UAA is needed; said the waiting list to get into the program at UAA is very long and the program is necessary to meet the workforce needs of Alaska.

Yesenia Camarena, UAA international studies major, spoke in support of a smoke-free campus at UAA and noted the continued efforts of students who support a comprehensive policy change for a smoke-free environment at UAA.

Joan Braddock, UA Press director, spoke in support of funding from the Natural Resources Fund (NRF) budget for the UA Press; noted the 1987 board action for funding from the NRF; provided background information regarding UA Press and stated the involvement UA Press has with authors and the efforts to preserve literature in the state of Alaska.

Betty Bang, UAA Student Health and Counseling Center family nurse practitioner, spoke in support of a smoke-free campus at UAA; said effective policies could assist faculty, staff, students and visitors to make an appropriate decision not to smoke; stated risks of secondhand smoke and noted she often refers faculty, staff and students to the health center for smoke related illnesses.

Bruce Bustamante, Princess Cruise Line's vice president, spoke in support of the culinary arts program at UAA and its support of industry; noted expansion of the program is necessary and should remain a board priority; said the program has a 100 percent job placement for students; mentioned food services positions are the most difficult to fill within the industry and said the intent of Princess' contribution made last fall to hospitality industry training remains a priority at UAA; however, the program cannot expand in the current location.

Dane Waisanen, community member, stated appreciation for the fire science program at UAF; mentioned he was a student at UAF 2005-2010; said he was commissioned as a deputy state fire marshal in 2012; attributed his success and hands-on training experience to the excellent staff at UAF; noted the importance of the program and spoke in support of a high capacity indoor training area and a new building for the university fire department.

Florian Borowski, CH2M Hill human resources director, spoke in support of a bachelor's degree program in occupational safety and health at UAA; noted industry involvement in creating the degree; shared information regarding prior involvement and conversations with UA administrators about expanding the current program to include a 4-year degree; noted appreciation for Karen Schmitt's, UAA Community & Technical College dean, effort in recognizing the need for the degree; extended an invitation to President Gamble to attend an Alaska Workforce Investment Board meeting and asked the Board of Regents' Academic and Student Affairs Committee to review the request for a 4-year degree.

Bill Dugdale, UAA Culinary Arts Advisory Committee chair, spoke in support of program; stated a need for additional space to expand the program; noted fundraising efforts by the advisory committee and local donors; said all of the proceeds from the UAA Celebrity Chef event support the program; noted renovation costs are the main reason (built in 1971) the program has not been expanded and said a new larger facility would reduce the waitlist issue experienced by students.

Hans Rodvik, UAA political science student, noted as an aide to Senator Coghill during the prior legislative session he was the driving forces behind SB176 and spoke in support of revising Regents' Policy regarding weapons on campus.

Nate Bauer, UAF Staff Council member, spoke on behalf of staff and in opposition to the furlough policy; noted feedback is being gathered; said concerns from staff include: the priority and fairness of the draft policy as currently written only affects non-represented staff, the inability to not use paid leave during the furlough, the implementation of the policy, the ability for staff to plan for furlough, the language regarding temporary

reduction in pay and the clarity of language; stated a preference that the policy be used as a last resort and noted if President Gamble determines the university is facing a significant operating budget deficit that the furlough policy be implemented in accordance and in consultation with the system governance groups.

Stacey Lucason, Union of Students of the University of Alaska Anchorage (UAUAA) president, said she is a newly elected member who is working over summer to prepare for fall student union business; spoke in support of general education requirements among the three universities; however, noted dictating exact class match appears as too much oversight by the board.

Parker Dahl, USUAA senator, spoke about the proposed common calendar among the three universities; said he supports not having classes on Friday at UAA because it allows students an opportunity to get involved in community service activities, provides more family time for students attending from outlying areas and the extra day off offers options for daytime study groups to meet.

Jonathan Taylor, UAA Debate Team member, spoke about the proposed common calendar among the three universities; noted preference for campuses to retain their flexibility in setting class schedules and offered a suggestion for a J-term, which would include offering classes during the entire month of January limiting holiday break to two weeks in December.

Joy Britt, UAA Master of Public Health program graduate, spoke in support of a smoke-free policy and mentioned the effects smoking had on her family and her experience with secondhand smoke.

Alice Choic, UAA international student and UAA Smoke-Free Taskforce member, spoke in support of a smoke-free campus and noted the effects smoking has on students, staff and faculty.

Dr. Cidny Knall, WWAMI associate professor, spoke in support of a smoke-free campus at UAA and noted her research and statistics regarding death from smoking and secondhand smoke.

Emily Adeszko, UAA Smoke-Free Taskforce member, spoke in support of a smoke-free campus for future generations attending UAA and noted effects secondhand smoke has on her as an individual with asthma.

Valeria Delgado, UAA Smoke-Free Taskforce member, spoke in support of a smoke-free campus and mentioned the effects secondhand smoke has on students, faculty and staff at UAA.

Misty Jensen, Alaska Tobacco Prevention Mat-Su area office manager, spoke in support of a smoke-free campus policy; noted the personal effects secondhand smoke has had on her and her family and stated the statistics associated with smoking.



Clayton Trotter, community member, thanked the board for their service to the university; stated the need for homegrown lawyers who understand Alaska and the laws of Alaska and said he is an advocate for a law school in the state of Alaska.

Dale Fox, Alaska Cabaret, Hotel, Restaurant and Retailers Association (CHARR) president and CEO, spoke in support of the culinary arts program at UAA and the request to expand the Cuddy Center Dining Hall to reduce the waitlist in the culinary and hospitality program at UAA.

Pam Shirrell, Prince William Sound Community College (PWSCC) Council chair, spoke about the reorganization of the college; noted concern about upcoming changes including: the centralization of administrative functions, loss of local positions, loss of programs and the ability to initiate community driven programs addressing opportunities and needs of the region, academic qualification of instructors, budgetary impact on programs and the loss of extension campuses; said the college wants to maintain dual credit classes, no out-of-state tuition and the PWSCC Theatre Conference, and stated PWSCC is a critical contributor to the quality of life in the communities it serves.

Stephen Trimble, UAA Alumni member and local business owner, spoke in support of Shaping Alaska's Future and strategic investment; said investing in areas of large gains for small investments is vital to the economic health of Alaska; noted the UAA Geoscience program is a great investment and thanked the board for supporting the program.

Mike Faust, ConocoPhillips vice president for exploration, stated Alaska has a strong need for geoscientists; said the UAA Geoscience program produces exceptional graduates who are often placed in industry professions prior to graduation and spoke in support of the program at UAA.

Steve Halloran, Visit Anchorage vice president, spoke about the tourism industry and the role hospitality places in creating a memorable visit to Alaska and stated support for the UAA Culinary Arts and Hospitality program and expansion of Cuddy Hall.

Amber Zerbe, Alaska CHARR director of education programs, spoke in favor of an expansion plan for the UAA Culinary Arts and Hospitality program and shared her experience with the culinary arts program.

Jill Flanders Crosby, UAA Theatre and Dance professor, provided an overview of activities and information regarding arts, culture and creative expression at UAA; noted the impact fine arts programs have on students and stated students are actively placed within the arts community upon completion of their degree.

Nalinaksha Bhattacharyya, UAA Accounting and Finance professor, spoke about his research, teaching and professional accomplishments at UAA.

Ashlyn Antonelli, UAA Classified Council representative, spoke about the proposed furlough policy and staff concerns, which include the impact the 10-day leave clause would have on healthcare coverage and effects on retirement benefits for non-represented employees and stated her preference would be to approach this policy using the utilitarianism theory.

Kathy Smith, UAA Classified Council member, spoke about the proposed furlough policy and concerns the policy will have on healthcare and retirement benefits.

Laile Fairbairn, Spenard Roadhouse and Snow City Café manager, spoke in support of the culinary arts and hospitality program at UAA; stated the effects the waitlist has on the community's ability to meet the needs of Alaska and said the expansion of Cuddy Center Dining Hall is greatly needed.

Jayson Smart, UAA Alumni Association member, stated he had the opportunity to organize an event to benefit UAA scholarships called Nine on the Spine golf tournament; noted many alumni members, students, community members and local businesses participated in the 9-hole indoor golf course which raised \$4000 and recognized the efforts of UAA Alumni Relations Office staff and UAA administration which made the event possible.

Veronica Jones, UAA Geology program alumni, spoke in support of the geoscience program at UAA; noted her experience with the program and stated support for geological studies.

Paul Ongtooguk, UAA College of Education assistant professor, introduced graduate student Daniel Becker; noted he and his student are part of the UAA Center for Research and Alaska Native Education focusing their efforts on the long-term transformation of Alaska Native education, healthcare changes in Alaska villages and cross-cultural education counseling.

**VII. Western Interstate Commission for Higher Education Presentation Addendum 1**

David Longanecker, Western Interstate Commission for Higher Education president, provided a presentation titled "The Direction of American Higher Education."

**VIII. Shaping Alaska's Future Discussion**

Kate Ripley, director of public affairs, presented a Shaping Alaska's Future video.

Terry MacTaggart, UA Strategic Direction Initiative Consultant, thanked the board for inviting him back to Alaska; applauded the Shaping Alaska's Future (SAF) video presentation; stated the focus of his remarks would be to comment on what is next in the SAF process and where the university should concentrate its efforts; said every state

thinks they are unique with unique leadership; noted the realities (demographically, culturally, economically, geographically) in Alaska are different, therefore, do not be dismayed by national comparisons and what the rest of country is doing although it is not an excuse for not doing anything; said to concentrate on what is essential to Alaska and the university; noted to improve forward momentum the board and administration must engage and focus on the SAF themes and effect statements; said UA has leadership that is committed to making a difference in education at UA using the strategy of SAF; stated emphasis should be placed on the economy; encouraged more investment in partnerships with businesses, training opportunities, educational research and commercialization efforts; noted to review the national numbers and trends periodically; however, focus on UA's improvements over time as changes are made as it relates to SAF and the way it makes sense for Alaska.

He mentioned five don'ts in the SAF process:

- 1) Don't be defensive when it comes to national trends. Alaska has a lot to be proud of when it comes to education in Alaska and progress is being made;
- 2) Don't change the course. Resist attempts to chase trends or special interests, be self-disciplined;
- 3) Don't ignore the voice of faculty, staff or students. After listening to concerns and careful consideration by administration and the board make a decision;
- 4) Don't wait for consensus on everything or nothing will happen. Change inevitably involves emotion and passion;
- 5) Don't let a problem become a crisis by failing to act and/or plan. Continue to invest in key efforts of SAF.

He stated SAF is just getting ready to flourish; encouraged the board to stay the course and congratulated administration and the board on SAF accomplishments thus far.

President Gamble said WICHE President Longanecker's briefing reinforces the challenges ahead and it is not disappointing but rather an indicator of why SAF is necessary; noted SAF is designed to raise UA's reputation to the level it belongs, to create a desire for students to make UA their first choice for their education and to demonstrate to Alaskans the value UA has to the state of Alaska; thanked Terry MacTaggart for his guidance and stated it has been a pleasure to work with him throughout the SAF process.

**IX. Approval of Regents' Policy 01.02.060 – Shaping Alaska's Future** Reference 1

Regent O'Neill moved, seconded by Regent Cowell and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents approves Regents' Policy 01.02.060 – Shaping Alaska's Future as presented. This motion is effective June 5, 2014.”**

**X. Approval of Shaping Alaska’s Future Metrics Framework** Reference 2

Regent Cowell moved, seconded by Regent Enright and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O’Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents approves the Shaping Alaska’s Future Metrics Framework as presented. This motion is effective June 5, 2014.”**

RATIONAL

Shaping Alaska’s Future Outcome Metrics and University of Alaska Key Indicators and Measures will be used to support and monitor progress on Shaping Alaska’s Future effect statements.

**XI. Presentation on the Della Keats Program at the University of Alaska Anchorage** Addendum 2

Jane Shelby, Alaska WWAMI School of Medical Education director; Ian van Tets, Della Keats program director and associate professor biological sciences; and former Della Keats students provided a presentation on the program at the University of Alaska Anchorage.

**XII. Acceptance of FY14 Supplemental Appropriations** References 3

Regent Cowell moved, seconded by Regent Heckman and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O’Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents accepts the FY14 Supplemental Appropriation for increases in fuel and utility costs as presented. This motion is effective June 5, 2014.”**

Regent Powers moved, seconded by Regent Cowell and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O’Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents accepts the FY14 Supplemental Appropriation for the Alaska Higher Education Crafts and Trades Employees Local 6070 represented members as presented. This motion is effective June 5, 2014.”**

POLICY CITATION

Regents' Policy 05.01.04 – Acceptance of State Appropriations, states: “The board must accept state appropriations to the university before any expenditure may be made against the appropriation.”

**RATIONAL AND RECOMMENDATION**

The University of Alaska originally requested FY14 supplemental funding in the amount of \$1.6 million to help offset increases in fuel and utility costs not expected to be covered by other funding sources. UA's revised projections estimate an additional \$1.6 million will be necessary to cover the cost increases.

The University of Alaska requested a supplemental of \$45.8 thousand (\$22.9 thousand general funds and \$22.9 thousand university receipts) to cover the FY14 compensation increases from April 2014-June 2014 necessary under the agreement with the Alaska Higher Education Crafts and Trades Employees Local 6070 represented members.

**XIII. Acceptance of FY15 Operating Budget Appropriation and Approval of the Distribution Plan** Reference 4

Regent Enright moved, seconded by Regent O'Neill and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents accepts the FY15 Operating Budget Appropriation as presented. This motion is effective June 5, 2014.”**

Regent O'Neill moved, seconded by Regent Powers and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents approves the FY15 Operating Budget Distribution Plan as presented. This motion is effective June 5, 2014.”**

**POLICY CITATION**

Regents' Policy 05.01.04 – Acceptance of State Appropriations, states: “The board must accept state appropriations to the university before any expenditure may be made against the appropriation.”

**RATIONAL AND RECOMMENDATION**

President Gamble and Associate Vice President Rizk discussed the legislative appropriations and proposed an operating budget distribution plan for board approval. Governor Parnell is expected to sign the state's operating, and mental health budget bills into law without any vetoes of University of Alaska programs or projects. Below is a system budget summary and distribution plan considerations.

The total requested Board of Regents' budget was \$943.8 million, consisting of \$393.9 million in state appropriations and \$549.9 million in receipt authority. The University of Alaska's final state appropriation portion of the FY15 operating budget, not including debt service funding for the UAF heat and power plant major upgrade, decreased by \$7.8

million, or 2.1 percent, while total state appropriations were \$375.8 million, remaining relatively flat from \$376.6 million in FY14. The FY15 amount includes an unallocated general fund reduction of \$15.9 million, a legislative reduction of \$1.1 million to UA's travel expenditure, and an increase of \$7.0 million for future power plant debt service payments. The total UA budget for FY15, including receipt authority, is \$924.9 million compared to \$912.4 million in FY14, an increase of 1.4 percent.

Approximately 85.0 percent of UA's fixed cost increases were covered by state appropriations (\$8.3 million of \$9.9 million), which includes funding for the recent contract negotiations and excludes utility funding. No base funding was included in the budget for utility cost increases. However, the state budget includes one-time utility funding to state agencies to offset increased fuel and utility costs. The university expects to continue to receive additional one-time funding to cover utility cost increases through the "fuel trigger."

Despite overall general fund reductions, \$990.0 thousand in state appropriations were directed to the priority program requests for: mandatory comprehensive advising and new student services (\$400.0 thousand), consolidated Alaska mining initiative (\$90.0 thousand) and hydrocarbon optimization (\$500.0 thousand). A complete list of programs and program descriptions begins on page 7 of the reference document.

**XIV. Acceptance of the FY15 Capital Budget Appropriation and Approval of the Distribution Plan** Reference 4

Regent O'Neill moved, seconded by Regent Heckman and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**"The Board of Regents accepts the FY15 Capital Budget Appropriation as presented. This motion is effective June 5, 2014."**

Regent Enright moved, seconded by Regent O'Neill and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**"The Board of Regents approves the FY15 Capital Budget Distribution Plan as presented. This motion is effective June 5, 2014."**

**POLICY CITATION**

Regents' Policy 05.01.04 – Acceptance of State Appropriations, states: "The board must accept state appropriations to the university before any expenditure may be made against the appropriation."

#### RATIONAL AND RECOMMENDATION

Associate Vice President Rizk and Chief Facilities Officer Duke presented a summary of the FY15 capital budget appropriation and discussed capital funding distribution implications.

The university's capital budget request totaled \$403.8 million with \$319.3 million requested from state funding and \$84.5 million in receipt authority. UA received state funding of \$232.4 million and \$75.0 million in receipt authority. A comparison of the UA Capital Budget Request and the final legislation can be found on page 21 of the reference document.

The appropriated deferred maintenance (DM) and renewal & repurposing (R&R) funding, \$19.3 million, partially supports the \$37.5 million request by the Board of Regents for their number one priority of repairing existing DM facilities. Funding will address the critical priority projects at both UAA and UAS. The Legislature appropriated \$162.0 million in state funding and \$70.0 million in UA revenue bond receipt authority for UAF's number one DM priority, the UAF heat and power plant major upgrade project. Additional funding for priority DM and R&R projects was not given to statewide or UAF. However SB74 – University Building Fund (UBF) was passed, authorizing a tool that can ultimately ensure existing and new buildings will not add to the backlog of deferred maintenance projects.

The Legislature also included funding to continue work on both the UAA and UAF Engineering Buildings. UAA received \$45.6 million state funding to complete their project. UAF received \$5.0 million in state funding and \$5.0 million in receipt authority, which only funds construction through April 2015. UAF still needs another \$28.3 million to finish construction of the new engineering building.

One “Research for Alaska” project received funding that was not included as part of the Board of Regents’ request. UAA received \$400.0 thousand in state funding for the Institute for Circumpolar Health Studies – Proposed Test and Formative Evaluation Methods to Prevent Fetal Alcohol Spectrum Disorders (FASD).

Other projects, also funded with state funds, are the Juneau Campus Mining Workforce Development for \$120.0 thousand and Kachemak Bay Campus – Pioneer Avenue Building Addition for \$50.0 thousand.

#### **XV. Approval of FY15 Student Government Budgets**

Reference 5

Regent O’Neill moved, seconded by Regent Cowell and passed with Regents Anderson, Brady, Cowell, Enright, Heckman, Hughes, O’Neill, Powers, Wickersham and Jacobson voting in favor and Regent Fisher voting in opposition that:

#### **PASSED**

**“The Board of Regents approves the student government fees and budgets as presented. This motion is effective June 5, 2014.”**

**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/RECOMMENDATION**

The budgets include the following fee change.

The Matanuska-Susitna (Mat-Su) College has implemented an adjustment to its student activities fees from a tiered flat rate of \$5 per student enrolled in three to five credits and \$10 per student enrolled in six or more credits to 3 percent of the cost of a lower division credit. For example, the fee associated with each credit in spring 2015 would be \$5.22 and the fee would be capped at 12 credits, or \$62.64. Pegging student activities fees to a percentage of the cost of a lower division credit will ostensibly offset inflationary costs.

Students at the UAA Anchorage campus voted to implement an outdoor recreation fee to support the program for fall/spring. The fee would be an \$8 flat fee for each student taking three or more credits. The earliest the fee could go into effect would be spring 2015, at which time a revised budget will be submitted for review and approval.

The UAF Kuskokwim Campus Student Government is currently disbanded. The \$10,121 fund balance will remain until the Kuskokwim Campus Student Government is reestablished, at which time the budget approval will be presented to the board.

All other student government activity fees are currently the same as last year.

**XVI. Approval of FY15 Natural Resources Fund Budget**

Regent Powers moved, seconded by Regent O'Neill and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED AS AMENDED**

**“The Board of Regents approves the proposed FY15 Natural Resources Fund Budget as presented with the intent that funding from the Natural Resources Fund for UA Press will be brought before the board for approval at the September 2014 meeting. This motion is effective June 5, 2014.”**

**POLICY CITATION**

Regents' Policy 05.07.010 – Land-Grant Endowment – provides that the university president will present an annual budget to the board for approval.



RECOMMENDATION

Natural Resources Fund  
Proposed FY15 Budget/Spending Plan

	Approved <u>FY14</u>	Proposed <u>FY15</u>
University of Alaska Press	\$ 120,000	\$ 0
System-based scholarships	160,000	160,000
Cooperative Extension Support	0	400,000
UA Museum Dinosaur Exhibit	0	150,000
Alaska International Piano-e Competition	0	117,000
Land Management costs	1,050,000	1,000,000
University of Alaska Scholars Program	<u>3,930,339</u>	<u>3,800,240</u>
Total Spending Allowance	<u>\$ 5,260,339</u>	<u>\$5,627,240</u>

RATIONALE

The Natural Resources Fund (NRF) was established to facilitate the distribution of the annual spending allowance from the university's Land-Grant Endowment Funds. The spending allowance is based on 4.5 percent of a 5-year moving average of the December 31 endowment fund value. The proposed fiscal year 2015 spending allowance increased \$366,901 over the prior year as a result of the relatively low December 31, 2008 endowment value dropping out of the 5-year average calculation. This increase represents recovery from the significant endowment market losses suffered in fiscal year 2009 as a result of the global financial crisis.

Cooperative Extension was not funded in FY14 due to a significant carry-forward. The proposed NRF funding of \$400,000 is primarily for 4-H staff and operation.

The UA Museum Dinosaur Exhibit is important to Alaska's history and for inspiring scientific curiosity among Alaskan youth. The proposed NRF funding of \$150,000 is a strategic support in this direction. The balance of funds will come from private sources.

The Piano-e- Competition is an international music event. The proposed NRF funding of \$117,000 is strategic support toward the competition and the purchase of a Yamaha concert grand piano. The balance of funding will come from private sources.

The spending allowance is first applied to cover costs of the land management department. In recent years the remainder of the allowance has been nearly fully dedicated to funding the UA Scholars Program, which is the university's single largest enrollment management effort. Unexpended amounts from the provision to land management and the UA Scholars Program are held in the Natural Resources Fund as a reserve for the scholars' obligation in the out years. System-based scholarships represent awards to students from various groups and organizations, such as pageants and foster youth.

**XVII. Human Resources Report**

Chief Human Resources Officer Seastedt updated the board regarding human resources issues including the development of a furlough policy.

**XVIII. Planning and Development Committee**

A. Discussion Regarding Board Governance

Regent Hughes noted attendance at the Association of Governing Board of Universities and Colleges (AGB) conference in April 2014; said this year's conference was excellent; stated the AGB Board of Directors, on which she serves, met after the conference and was a worthwhile meeting; noted during the AGB board meeting budget issues, strategic planning and innovation efforts were shared; stated with the challenging changes occurring in higher education keeping the focus on student success will provide hope and optimism in the face of change; noted forethought, innovation and cohesiveness from the Board of Regents will be necessary to guide UA through the changes ahead and said attending AGB was well worth the money spent.

**XIX. State Relations Report**

Associate Vice President Christensen provided an update regarding the status of legislation concerning the University of Alaska.

Vice President Beam provided an update on the education tax credit issue and noted the UA Foundation is organizing an advocacy effort related to such.

**XX. Approval of Revisions to the UA Scholars Program**

Regent Anderson moved, seconded by Regent O'Neill and passed with Regents Anderson, Brady, Cowell, Enright, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor and Regent Fisher voting in opposition that:

**POSTPONED**

**“The Board of Regents approves three significant revisions to the UA Scholars Program, which will take effect in fall 2015 for all UA Scholars:**

- 1) Increase the required minimum credit hours earned per academic year from 24 to 30 credit hours beginning in year two of the award;**
- 2) Require incoming scholars to register for classes at a University of Alaska campus for the fall semester immediately following high school graduation; and**
- 3) Increase the amount of the award from \$11,000 to \$12,000 to be distributed at \$1,500 per semester.**

**This motion is effective June 6, 2014.”**

#### AUTHORITY

Section 15 (G) of the UA Scholars Program Information Booklet states: “The University’s Board of Regents reserves the right to terminate, discontinue, suspend, merge or consolidate this Program with other initiatives. This Program may be amended by the authority of the University’s President at any time, except that any reduction in benefits awarded to recipients shall be approved by the Board of Regents.”

#### RATIONALE/RECOMMENDATION

Revisions one and two above are being proposed in order to encourage students to enter the University of Alaska sooner, complete their education quicker and to make the program more consistent with the Alaska Performance Scholarship Program.

However, the revisions may adversely affect some students. Scholars will now have to meet a 30 rather than 24 minimum credit hour requirement per academic year for their second and third award years. Scholars will no longer be able to attend other institutions or not enroll for the first academic year following graduation. On the other hand, the benefits are being enhanced by increasing the award from \$1,375 to \$1,500 per semester. The proposed revisions have been reviewed by the chancellors and the president and are recommended for approval. Although the revisions may not represent a direct “reduction of benefit,” due to the potential adverse effects on certain individuals, the administration has chosen to present the issue to the Board of Regents for formal approval.

**XXI. Approval of Regents’ Policy Revisions Regarding Prince William Sound Community College** References 6-10

Regent Fisher moved, seconded by Regent Wickersham and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O’Neill, Powers, Wickersham and Jacobson voting in favor that:

#### **PASSED**

**“The Board of Regents approves revisions to Regents’ Policy 01.01.050 – Prince William Sound Community College Mission Statement as presented. This motion is effective June 6, 2014.”**

#### **PASSED**

**“The Board of Regents approves revisions to Regents’ Policy 02.04.500 – Community Campus Directors Council as presented. This motion is effective June 6, 2014.”**

#### **PASSED**

**“The Board of Regents approves revisions to Regents’ Policy 10.02.040.D. – Academic Unit Establishment, Major Revision, and Elimination as presented. This motion is effective June 6, 2014.”**

**PASSED**

**“The Board of Regents approves revisions to Regents’ Policy 10.02.060 – Community College Establishment and Elimination as presented. This motion is effective June 6, 2014.”**

**PASSED**

**“The Board of Regents approves revisions to Regents’ Policy 10.02.070.A. – Accreditation as presented. This motion is effective June 6, 2014.”**

**RATIONALE AND RECOMMENDATION**

Federal requirements for separately accredited institutions have significantly increased over the past few years. This change has created an undue burden on Prince William Community College given its size. Therefore, UA administration recommends making Prince William Sound a community campus of the University of Alaska Anchorage rather than a separately accredited institution.

**XXII. Approval of FY16 Operating Budget Development Guidelines**

Reference 11

Regent Cowell moved, seconded by Regent O’Neill and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O’Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**“The Board of Regents approves the FY16 Operating Budget Development Guidelines as presented. This motion is effective June 6, 2014.”**

**POLICY CITATION**

Regents’ Policy 05.01.01.A. – Budget Policy, states: “The budget of the university represents an annual operating plan stated in fiscal terms. All budgetary requests shall be adopted by the board prior to submittal to the Office of the Governor or the Legislature.”

**RATIONALE/RECOMMENDATION**

President Gamble and Associate Vice President Rizk presented the operating budget development guidelines recommendation. The proposed guidelines are included as Reference 11. The operating guidelines serve as a tool for administration to prioritize budget requests and maintain alignment with the Board of Regents’ goals and expected administrative efficiencies.

The university is in the midst of a major institutional directional change called Shaping Alaska’s Future, which is UA’s map for navigating the challenging terrain ahead, and will guide decisions about people, programs and resources at UA for years to come. Shaping Alaska’s Future rests on a foundation of feedback received through listening sessions

held across the state and national best practices. There are five major themes: 1) Student Achievement and Attainment; 2) Productive Partnerships with Alaska's Schools; 3) Productive Partnerships with Public Entities and Private Industries; 4) Research & Development (R&D) and Scholarship to Enhance Alaska's Communities and Economic Growth; and 5) Accountability to the People of Alaska.

Based on both the Alaska listening sessions and a robust state and national dialogue, specific issue statements were developed within each theme that express a compelling need for action. Effect statements associated with each issue statement collectively express what UA intends to accomplish (outcomes) specific to that issue. The budget request and dialog with the governor and Legislature will focus on progress toward attaining the 23 intended effects within and across all three universities.

As part of the FY16 budget planning process the university will continue to look at ways of capping growth. With the state's emphasis on containing costs and "right sizing" and as we move forward with Shaping Alaska's Future, the request for growth or for new programs will be much more reliant on internal offsets than on general fund increase requests.

**XXIII. Approval of FY16 Capital Budget Development Guidelines**

Reference 12

Regent O'Neill moved, seconded by Regent Cowell and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

**PASSED**

**"The Board of Regents approves the FY16 Capital Budget Development Guidelines as presented. This motion is effective June 6, 2014."**

**POLICY CITATION**

Regents' Policy 05.01.01.A. – Budget Policy, states: "The budget of the University of Alaska represents an annual operating plan stated in fiscal terms. All budgetary requests shall be adopted by the board prior to submittal to the Office of the Governor or the Legislature."

**RATIONALE AND RECOMMENDATION**

Associate Vice President Rizk and Chief Facilities Officer Duke discussed current capital budget activities and the capital budget guidelines recommendation. The proposed guidelines are included as Reference 12.

Guidance from the governor for the FY16 capital budget is expected to come in placing emphasis on a decreased capital budget and a reduction of deferred maintenance (DM). FY15 was the last year of the governor's 5-year, \$100 million annual commitment toward reducing deferred maintenance across the state. However, UA will work with the Governor's Office to see if the governor will continue the deferred maintenance investment funding. The funding has provided a predictable dollar stream for deferred

maintenance projects and increased efficiencies and momentum in the construction process. With these things in mind, the FY16 capital budget requests should identify what level of strategic investment is needed to implement Shaping Alaska's Future objectives and reduce DM backlog.

Deferred maintenance and renewal & repurposing (R&R) is, and will continue to be, the Board of Regents' highest overall priority. Annual renewal and repurposing funding at a consistent level is necessary to realize UA's sustainment funding goal of an annual investment of \$50 million. Different methods for obtaining the funding are being discussed including the possibility of establishing the Alaska Sovereign Education Fund. Annual R&R funding helps extend the life of older buildings that need major system replacements before the systems deteriorate below their intended functionality. A large deferred maintenance backlog ultimately leads to a loss in safe, effective facility support for education program delivery, which is mission failure. The University Building Fund (UBF) legislation was recently passed, authorizing a tool that once implemented, can ensure existing and new buildings will not add to the backlog of deferred capital reinvestment. The capital budget request and long range capital improvement plan will attempt to reflect UA's intent to position the university for UBF implementation.

UA's Capital Improvement Plan is submitted to the State of Alaska as part of UA's 10-year fiscal plan. The plan provides the Board of Regents, president, senior staff, and university community a clear picture of the capital projects which follow from completion of the program resource planning process and identification of the annual operating costs associated with those projects. The long range capital improvement plan aims to balance approved program needs across UA campuses with realistic expectations for capital appropriations.

#### **XXIV. Consent Agenda**

Regent Cowell moved, seconded by Regent O'Neill and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

#### **PASSED**

**"The Board of Regents approves the consent agenda as presented. This motion is effective June 6, 2014."**

#### A. Academic and Student Affairs Committee

##### 1. Approval of a Revision to Regents' Policy 02.02.015 – Chancellors

Reference 13

#### **PASSED**

**"The Board of Regents approves a revision to Regents' Policy 02.02.015 – Chancellors as presented. This motion is effective June 6, 2014."**

2. Approval of Revisions to Regents' Policy 10.07.030 – Security Clearances  
Reference 14

PASSED

“The Board of Regents approves revisions to Regents' Policy 10.07.030 – Security Clearances as presented. This motion is effective June 6, 2014.”

3. Approval of Revisions to Regents' Policy 10.07.060 – Misconduct in Research, Scholarly Work and Creative Activity in the University  
Reference 15

PASSED

“The Board of Regents approves revisions to Regents' Policy 10.07.060 – Misconduct in Research, Scholarly Work and Creative Activity in the University as presented. This motion is effective June 6, 2014.”

4. Approval of Revisions to Regents' Policy 10.07.080 – Agreements with External Academic and Research Entities  
Reference 16

PASSED

“The Board of Regents approves revisions to Regents' Policy 10.07.080 – Agreements with External Academic and Research Entities as presented. This motion is effective June 6, 2014.”

5. Approval of Regents' Policy 10.07.075 – Animal Subjects in Research  
Reference 17

PASSED

“The Board of Regents approves Regents' Policy 10.07.075 – Animal Subjects in Research as presented. This motion is effective June 6, 2014.”

6. Approval of the Deletion of a Graduate Certificate in Supply Chain Management at the University of Alaska Anchorage  
Reference 18

PASSED

“The Board of Regents approves the deletion of a Graduate Certificate in Supply Chain Management at the University of Alaska Anchorage. This motion is effective June 6, 2014.”

7. Approval of the Deletion of a Certificate in Computer Information and Office Systems at the University of Alaska Anchorage's Community and Technical College, Kenai Peninsula College, Kodiak College, and Matanuska-Susitna College  
Reference 19

PASSED

“The Board of Regents approves the deletion of a Certificate in Computer Information and Office Systems at the University of Alaska Anchorage's Community and Technical College, Kenai Peninsula College, Kodiak College, and Matanuska-Susitna College. This motion is effective June 6, 2014.”

8. Approval of a Resolution in Support of the Alaska Maritime Workforce Development Plan

PASSED

“The Board of Regents approves a resolution of support for the Alaska Maritime Workforce Development Plan, an outcome of the Fisheries, Seafood and Maritime Initiative. This motion is effective June 6, 2014.”

WHEREAS, the University of Alaska created the Fisheries, Seafood and Maritime Initiative (FSMI) to engage fisheries, seafood and maritime sectors and community partners, and to assess, develop and deliver programs, training and research to prepare Alaskans to meet current and emerging workforce, economic and scientific needs; and

WHEREAS, the Alaska Maritime Workforce Development Plan, an outcome of FSMI, was developed through collaborative partnership between industry, state agencies and University of Alaska representatives; and

WHEREAS, the goals of the Alaska Maritime Workforce Development Plan are to help sustain and enhance the economy of Alaska and its communities through development of a responsive maritime workforce, to encourage Alaska’s workforce to become better prepared to capitalize on the opportunities within the maritime sector, and to increase the number of Alaskans working in the maritime industry; and

WHEREAS, the Alaska Workforce Investment Board, a working group organized by the Alaska Department of Labor and Workforce Development, passed a resolution in support of the Alaska Maritime Workforce Development Plan in May 2014.

NOW, THEREFORE BE IT RESOLVED the Board of Regents supports the Alaska Maritime Workforce Development Plan; and

BE IT FURTHER RESOLVED that the president of the University of Alaska should take whatever actions he determines appropriate to further the Alaska Maritime Workforce Development Plan; and

BE IT FURTHER RESOLVED that this resolution be appropriately engrossed, with a copy to be incorporated in the official minutes of the June 5-6, 2014, meeting of the University of Alaska Board of Regents.



B. Facilities and Land Management Committee

1. Approval of Revisions to Regents' Policies 05.06.575 – Conditions for Use of Innovative Procurements and 05.06.577 – Record of Innovative Procurement References 20-21

PASSED

“The Board of Regents approves revisions to Regents’ Policies 05.06.575 and 05.06.577 regarding innovative procurements as presented. This motion is effective June 6, 2014.”

2. Project Change Request for the University of Alaska Anchorage Engineering and Industry Building Reference 22

PASSED

“The Board of Regents approves the project change request for the University of Alaska Anchorage Engineering and Industry Building project as presented in compliance with the campus master plan, and authorizes the university administration to continue with project construction adding \$45.6 million in FY15 capital funding, not to exceed a total expenditure of \$123.2 million. This motion is effective June 6, 2014.”

3. Schematic Design Approval for the University of Alaska Fairbanks Combined Heat and Power Plant Major Upgrade Reference 23

PASSED

“The Board of Regents approves the schematic design approval request for the University of Alaska Fairbanks Heat and Power Plant Major Upgrade for site preparation and major equipment purchase as presented in compliance with the campus master plan, and authorizes the university administration to complete construction bid documents to bid and award a contract within the approved budget of \$248,000,000, and to proceed with project site construction and major equipment purchase not to exceed \$53,000,000. This motion is effective June 6, 2014.”

4. Schematic Design Approval for the University of Alaska Fairbanks Akasofu Restoration Reference 24

PASSED

“The Board of Regents approves the schematic design approval request for the University of Alaska Fairbanks Akasofu Restoration as presented in compliance with the campus master plan, and authorizes the university administration to complete construction bid documents to bid and award a contract within the approved budget, and to proceed to completion of project construction not to exceed a total project cost of \$4,400,000. This motion is effective June 6, 2014.”

5. Project Change Request for the University of Alaska Fairbanks Engineering Facility Reference 25

PASSED

“The Board of Regents approves the project change request for the University of Alaska Fairbanks Engineering Facility as presented in compliance with the campus master plan, and authorizes the university administration to continue with project construction adding \$5.0 million in FY15 capital funding, not to exceed a total expenditure of \$80.3 million. This motion is effective June 6, 2014.”

**XXV. New Business and Committee Reports**

A. Academic and Student Affairs Committee

In addition to action items, the committee discussed convening a special meeting over the summer months to review Regents’ Policy revisions, received a presentation on ANSWERS – P-20W Statewide Longitudinal Data System and heard reports regarding student advising and health care programs at UA. Due to time constraints, the developmental education discussion and the credit transfer summary report were postponed to a future committee meeting.

B. Audit Committee

The Audit Committee approved the following motion:

1. Approval of the FY15 Annual Audit Plan Reference 28

PASSED

“The Board of Regents’ Audit Committee approves the annual audit plan for fiscal year 2015 as presented. This motion is effective June 6, 2014.”

2. Committee Report

In addition to the action item, the committee heard a status report on procurement card credit risk, the Sikuliaq research vessel, GASB 68 Pensions, the InfoEd project and internal and external audits. Due to time constraints, the common issues and risks discussion was postponed to a future committee meeting.

C. Facilities and Land Management Committee

The Facilities and Land Management Committee approved the following motions:

1. Schematic Design Approval for University of Alaska Fairbanks Irving I Repurpose for Veterinary Medicine Reference 26

PASSED

“The Facilities and Land Management Committee approves the schematic design approval request for the University of Alaska Fairbanks Irving 1 Repurpose for Veterinary Medicine as presented in compliance with the campus master plan, and authorizes the university administration to complete construction bid documents to bid and award a contract within the approved budget, and to proceed to completion of project construction not to exceed a total project cost of \$4,000,000. This motion is effective June 5, 2014.”

2. Formal Project Approval for University of Alaska Bragaw Office Complex Capital Reinvestment Reference 27

PASSED

“The Facilities and Land Management Committee approves the formal project approval request for the University of Alaska Statewide Bragaw Office Complex Capital Reinvestment as presented and authorizes the university administration to proceed through schematic design not to exceed a total project cost of \$2,100,000. This motion is effective June 5, 2014.”

3. Committee Report

In addition to action items, the committee heard reports on the Washington DC Waterford House unit 711, UAA Alaska Airlines Center, UAA Engineering and Industry Building, UAA ConocoPhillips Integrated Science Building, UAF engineering facility, UAF P3 student dining development, FY12-FY14 deferred maintenance and renewal distribution change report, deferred maintenance spending and construction in progress.

An update on security issues was not provided at this meeting.

**XXVI. Future Agenda Items**

Regent Wickersham requested creating a resolution supporting a tobacco-free campus at UAA and asked for an open discussion guided by UA administration regarding teacher education including a robust rural component during the September meeting. Regent Fisher asked that the Academic and Student Affairs Committee review the culinary arts program waitlist, Cuddy Center renovation issues and the occupational health and safety degree request heard during the June 2014 meeting and for UA administration to review efforts to coordinate similar programs offered at UA and AVTEC.

## **XXVII. Approval of Presidential Contract**

Regent Brady moved, seconded by Regent Cowell and passed with Regents Anderson, Brady, Cowell, Enright, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor and Regent Fisher voting in opposition that:

### **PASSED**

**“The Board of Regents approves an extension of Patrick K. Gamble's contract of employment as president of the University of Alaska System at an annual salary of \$320,000 per year, retroactive to June 1, 2013, and continuing through May 31, 2016, with terms as authorized by the board. This motion is effective June 6, 2014.”**

## **XXVIII. Executive Session**

Regent Cowell moved, seconded by Regent Fisher and passed with Regents Anderson, Brady, Cowell, Enright, Fisher, Heckman, Hughes, O'Neill, Powers, Wickersham and Jacobson voting in favor that:

### **PASSED**

**“The Board of Regents goes into executive session to discuss matters that by law are required to be confidential related to providing legal advice regarding Title IX, a USDA complaint, a UAF CTC injection issue, weapons on campus and personnel. This motion is effective June 6, 2014.”**

The Board of Regents went into an executive session at 2:00 p.m. and concluded an executive session at 4:00 p.m. Alaska Time in accordance with AS 44.62.310 to discuss matters that by law are required to be confidential related to providing legal advice regarding Title IX, a USDA complaint, a UAF CTC injection issue, weapons on campus and personnel. The session included members of the Board of Regents, President Gamble, General Counsel Hostina, and such other university staff members designated by the president and lasted approximately 2 hours.

## **XXIX. Old Business**

### A. Consideration of a Board Member's Request to Review Regents' Policy 02.09.020 – Possession of Weapons

Regent Hughes moved, seconded by Regent Powers and passed with Regents Brady, Cowell, Enright, Heckman, Hughes, Powers, Wickersham and Jacobson voting in favor and Regents Anderson and Fisher voting in opposition that:

### **PASSED**

**“The Board of Regents approves revisions to Regents' Policy 02.09.020 – Possession of Weapons as presented. This motion is effective June 6, 2014.”**

**XXX. Board of Regents' Comments**

Regent Enright thanked Chancellor Case and his staff for hosting the meeting and the reception; thanked Chair Jacobson, President Gamble and Vice President Thomas for their efforts in planning the meeting with the Alaska State Board of Education; noted she is looking forward to education objectives and outcomes being created from future meetings of the two boards; thanked the three chancellors for their coordination efforts in the budget planning process; stated in May 2014 she completed her first decade of public service; said her focus is to inspire others to leadership roles and stated leadership and inspiring others has been incredibly modeled by the UA leadership team for which she is grateful.

Regent Anderson thanked Chancellor Case for the hospitality; stated appreciation for being able to attend the Association of Governing Board of Universities and Colleges (AGB) conference and provided conference highlights; noted the opening plenary welcome speech at AGB was provided by Regent Hughes describing UA's important place in higher education for Alaskans; attended two breakout sessions at AGB: 1) regarding the changing environment of teaching and learning primarily related to Massive Open Online Courses and competency based education and 2) regarding the reason higher education should partner with K-12; is looking forward to additional meetings between the Board of Regents and Alaska State Board of Education to focus on the success of Alaska's K-20 students; shared notable quotes from the AGB conference and ended his comments with the following quote from Lao Tzu, "Watch your thoughts; they become words. Watch your words; they become actions. Watch your actions; they become habit. Watch your habits; they become character. Watch your character; it becomes your destiny."

Regent Brady thanked Chancellor Case for the hospitality; reflected on the great work the board has accomplished with the assistance of UA administration; stated an outstanding leadership team is in place to endure the upcoming challenges in higher education; said Shaping Alaska's Future (SAF) is good work and is looking forward to seeing how UA will move forward with the changes in the coming years.

Regent Powers thanked Chancellor Case for the hospitality; noted the Academic and Student Affairs Committee looks forward to having the Faculty Alliance chair actively engaged in the work of the committee and said he enjoyed working with Robert Boeckmann, outgoing Faculty Alliance chair, this past year.

Regent Heckman thanked Chancellor Case and staff for the hospitality and the very nice reception; said the SAF video shown during this meeting was extremely well done; noted the smoke-free policy is personally important to her and she encouraged UA to be timely by developing the policy as soon as possible and complimented those individuals working so diligently on the budget adjustments.

Regent Fisher congratulated Chancellor Case on 45 years of marriage and thanked Chancellor Case and his staff for the hospitality.

Regent Cowell thanked Chancellor Case and his staff for the hospitality; appreciated the robust discussions during this meeting and noted his stay in UAA housing during this trip was a great opportunity to see and experience the student housing options on campus.

Regent Wickersham said President Gamble warned the board last fall that phase two of SAF would be much more difficult than phase one; stated the board has endorsed the process and product along the way and is cognizant and respectful of the changes ahead for UA.

Regent Jacobson thanked UAA for hosting the meeting, Chancellor Case for the lovely reception and staff for putting this meeting together; noted appreciation for General Counsel Hostina and the work he does for the board; said the Alaska Commission on Postsecondary Education and the UA Athletes reports have been moved to written reports within the agenda; noted the passing of past regent and UA's first female civil engineering graduate (1936) Helen Atkinson; congratulated Vice President Thomas on being selected as the UA Foundation's Edith R. Bullock Prize for Excellence recipient; felt this was a difficult but productive and most worthwhile meeting with tough decisions being made with many more ahead; stated with the leadership of President Gamble, Vice Presidents Thomas and Beam and others, UA is poised to make adjustments needed in an educated, thoughtful, careful and responsible manner and said she looks forward to the journey with her able colleagues, the Board of Regents.

President Gamble thanked Chancellor Case and his staff for the hospitality; noted the efforts of the great teamwork it takes to prepare and organize the board meetings; said the board meeting are much more pithy as the university engages in tough situations and decisions; stated appreciation that the board recognizes the efforts of staff; stated one of the most important outcomes of this meeting is placing SAF in Regents' Policy; said such policy will guide UA into the future with a statement of intent and a sense of urgency and noted SAF is a reflection of three year's worth of work.

Chancellor Case thanked everyone for coming to Anchorage; noted in May 2014 UAA chartered their tenth alumni association establishing the Alaska Native Alumni Association; stated excitement regarding the memorandum of understanding signed with the Anchorage School District focusing on the high priorities of student success and dual credit efforts; thanked Ken Jernstrom for his technical expertise, Executive Officer Berg for her first-rate efforts and General Counsel Hostina for his excellent work on behalf of UAA; noted the Title IX discussion is sobering and extensive training is in place for all UAA faculty, staff and students and stated 67.1 percent of graduates in May 2014 brought in transfer credits from outside universities and other UA campuses noting UAA is committed to continuing to streamline the transfer of credit process

**XXXI. Adjourn**

Chair Jacobson adjourned the meeting at 4:35 p.m. on Friday, June 6, 2014.