

BOARD OF GOVERNORS MEETING

The University of North Carolina

November 9, 2007

The Board of Governors met in regular session on November 9, 2007, in the Board Room of the General Administration Building, Chapel Hill. Mr. Phillips, the Chairman, called the meeting to order at 9:30 a.m.

INVOCATION

Mr. Frank Daniels, Jr. gave the invocation:

Let us pray. Eternal and One True God, we are grateful for the opportunity through this Board to serve the people of North Carolina. We are mindful of the great diversity that exists in this State. Help us to further our efforts to burgeon out all that is within each of us and every citizen of this state. Remind us that we are all God's children and have a responsibility to all.

We offer our prayer trusting in the Name and Spirit of that which is sacred to us. Amen.

ROLL CALL

Secretary Sanders called the roll and the following members were present:

Bradley T. Adcock
Brent D. Barringer
Peaches Gunter Blank
R. Steve Bowden
Laura W. Buffaloe
Frank Daniels, Jr.
Phillip R. Dixon
Ray S. Farris
Dudley E. Flood
Hannah D. Gage
Ann B. Goodnight
Clarice Cato Goodyear
H. Frank Grainger
Cody W. Grasty
Peter D. Hans

Charles A. Hayes
Adelaide D. Key
G. Leroy Lail
Cheryl R. Locklear
Charles H. Mercer, Jr.
Fred G. Mills
Jim W. Phillips, Jr.
Marshall B. Pitts
Gladys Ashe Robinson
Irwin A. Roseman
Estelle W. Sanders
J. Craig Souza
William G. Smith
Pricilla P. Taylor
David W. Young

The following members were absent:

John W. Davis III
James E. Holshouser, Jr.

Ronald C. Leatherwood
J. Bradley Wilson

STATE ETHICS ACT

Chairman Phillips stated that under the new State Ethics Act, members have a duty to avoid conflicts of interest and appearances of conflicts. Looking at the agenda for today's meeting, Chairman Phillips asked if any members were aware of any conflict of interest or an interest that would give rise to the appearance of a conflict of interest.

There were no conflicts of interest to note.

MINUTES

The minutes of the meeting of the open session of the October 12, 2007, meeting were approved.

PRESIDENT'S REPORT

President Bowles acknowledged that the University Award dinner held the previous evening was a marvelous tribute to Benjamin S. Ruffin. For President Bowles' transcribed remarks, see Appendix A.

ADMINISTRATIVE ACTION ITEMS

Chairman Phillips called attention to the Administrative Action Items listed as item 6 on the Agenda. There were no items removed from the agenda for discussion by the board members. The following Administrative Action items were approved by consent:

- a. (B&F) Authorization of the Sale of Special Obligation Bonds, UNCCH
- b. (B&F) Approval of the Annual Report of the Committee on Budget and Finance
- c. (B&F) Authorization of New Capital Improvements Projects, ECU

- d. (EPPP) Authorization to Establish the Bachelor of Science in Atmospheric Sciences at NCA&T
- e. (EPPP) Authorization to Establish the Bachelor of Interdisciplinary Studies, UNCP
- f. (EPPP) Authorization to Establish the Master of Science in Neurobiology, UNCCH
- g. (EPPP) Authorization to Establish the Doctor of Philosophy in Bioinformatics & Computational Biology, UNCCH
- h. (EPPP) Approval of Licensure for the Art Institute of Charlotte to offer the following degree programs in Charlotte:
 - AAS and BA in Digital Filmmaking and Video Production
 - AAS and BA in Photography
- i. (EPPP) Approval of Licensure for Winthrop University to offer the following degree programs in Charlotte:
 - Master of Education (M.Ed.) in Educational Leadership
 - Master of Education (M.Ed.) in Middle Level Education
 - Master of Education (M.Ed.) in Special Education
- j. (EPPP) Approval of the Report on Primary Care Physicians and Providers
- k. (EPPP) Approval of the Report on American Sign Language
- l. (GOV) Approval of Amendments to Policy 200.1, *Dual Memberships and Conflicts of Interest*
- m. (GOV) Approval of Amendments to *The Code*, Section 302 B, *Officers of Standing Committees*
- n. (GOV) Approval of the Annual Report of the Committee on University Governance

The motion carried.

REPORT OF THE AUDIT COMMITTEE

Mr. Smith, chair of the Audit Committee, presented the committee's report. There were no action items for consideration. Mr. Smith noted that the Audit Committee met earlier this morning along with state auditor Leslie W. Merritt, Jr. and his staff regarding their 2006 financial audit cycle results and other issues affecting the University of North Carolina.

Mr. Smith also noted that his committee received an additional report from Mr. Merritt's staff with the University's internal audit results for the 2007 fiscal year. Mr. Smith pointed out

that a summary of results was in the Board notebooks. He introduced Mr. Merritt as an honored guest to address the Board.

Following Mr. Merritt's remarks, President Bowles noted that it was a pleasure to work with Mr. Merritt's team, thanked him for such a positive relationship to help strengthen the University's internal controls, and looked forward to continued dialogue.

REPORT OF THE COMMITTEE ON BUDGET AND FINANCE

Mr. Adcock, chair of the Committee on Budget and Finance, noted that all the Committee's action items were included in the consent agenda and there was nothing further to report.

REPORT OF THE COMMITTEE ON EDUCATIONAL PLANNING, POLICIES, AND PROGRAMS

Mr. Farris, Chairman of the Committee on Educational Planning, Policies, and Programs, presented the committee's report. There were two items for consideration and one item of information in addition to those on the consent agenda already voted. Mr. Farris gave notice to the Board of an item to be brought before them for action in January. That item will evolve out of the Report from the Campus Safety Task Force. He noted the endorsement of the Task Force Report by the Attorney General. Mr. Farris stated that the committee voted unanimously to recommend adoption of the Report. Mr. Farris moved that the Board adopt the Report and that the Committee on Budget and Finance address the budget issues and the Committee on Public Affairs address the legislative policy issues related to this initiative. With no further discussion, the motion carried.

The second item for the Board's consideration was in reference to the implementation of an accountability plan originally approved by the Board in May. In the interim, the National Association of State Universities and Land Grant Colleges as well as the American Association of State Colleges and Universities have worked through committees of campus representatives to develop a national voluntary system of accountability. It lays out a common format for all campuses to use in presenting key data for parents, students, and the public. It is compatible with our own accountability, and if approved, will meld the two together as much as possible. Mr. Farris moved that the Board adopt the participation by the University of North Carolina and its constituent universities in the National Voluntary System of Accountability. There was no further discussion. The motion carried.

Mr. Farris noted that the Committee met to consider the subject of minimum admission standards for the constituent institutions. The committee previously held a workshop on this topic in October. Mr. Farris stated that the standards will be phased in over a period of years culminating in a 2.5 grade point average and 800 on the SAT or 17 on the ACT for the fall of 2013 and beyond. For the fall of 2009-2010 the minimum grade point average will be 2.0 GPA and 700 on the SAT, 15 on the ACT. For 2011-2012 it will be 2.3 GPA and 750 SAT and 16 on the ACT. Chancellors will have an opportunity to provide exceptions to these standards but it will be limited to 1% of the total number of applicants accepted at an institution. Summer Bridge programs are also being developed. Mr. Farris noted that a resolution will be brought to the Board in January to consider these proposed minimum admission standards.

Finally, the Committee heard an update on the planning and analysis of the University of North Carolina at Hill School of Medicine's study to expand the number of students in the school and develop satellite schools in Charlotte and Asheville. The timetable will include

presentations to the Boards of Trustees in January with a proposal going to the Board of Governor in February.

REPORT OF THE COMMITTEE ON PUBLIC AFFAIRS

Mr. Barringer, Chairman of the Committee on Public Affairs, noted that the Committee did not meet this month. However, the Subcommittee on Federal Affairs met and discussed a new protocol for next year's Washington, D.C. trip, making it a bit more strategic in nature. A new University federal agenda is being developed and a December conference call is scheduled to discuss it. Following the conference call, the federal agenda will be presented to the Public Affairs Committee in January.

Next, North Carolina's bid for the National Bio and Agro-Defense Lab continues. The environmental consultants were in Butner last week gathering information for the Environmental Impact Statement, expected to be released in March. The Committee will keep the Board updated.

The Committee is pleased to report that the University received approximately \$1.5 million in earmarks this week when the Defense and the Education appropriations bills were released. One of the highlights was the Fayetteville State University and University of North Carolina at Pembroke success in obtaining funding for an electron microprobe. This microprobe will be the most powerful in North Carolina. Mr. Barringer thanked Miles Lackey and Kimrey Rhinehardt for their efforts.

REPORT OF THE COMMITTEE ON UNIVERSITY GOVERNANCE

Dr. Roseman, Vice Chairman of the Committee on University Governance, presented the committee's report. There was one item for action.

Report of Vacancies on Boards of Trustees

Dr. Roseman reported that there were two partial-terms ending June 30, 2009, on the Elizabeth City State University Board of Trustees. On behalf of the Committee, Dr. Roseman moved to elect Gene Rogers of Martin County to fill a partial-term ending June 30, 2009, on the Elizabeth State University Board of Trustees. He also stated that the Committee continues to seek nominations to fill the remaining vacancy at Elizabeth State University.

Dr. Roseman also noted a matrix in the Board of Governors folders listing the upcoming winter commencements. He encouraged members to consider attending. Please see Bart Corgnati to sign up.

Lastly, he offered his personal best wishes to Leslie Winner as her service to the committee will be missed.

CHAIRMAN'S REPORT

Chairman Phillips expressed appreciation to Brad Adcock and his committee, to Secretary Corgnati and to the staff in General Administration for their work on last night's Award dinner. He thanked the President for his remarks and stated confidently that the dinner did Chairman Ruffin and his family proud. Chairman Phillips also asked the Board to remember former Board member Travis Porter and his family. He was a former Chairman of the Board of Governors, a member of the Board of Trustees of Chapel Hill, and he loved the University and dedicated his life to serving it.

Mr. Phillips then thanked Leslie Winner for her exemplary leadership and for her work with the Task Force on Campus Safety, noting that while educating and graduating our students is vitally important, we also need to be confident that they are in a safe place. Chairman Phillips

emphasized to the Board members to be ready for an intense year of work because of UNC Tomorrow. The Board will be busy considering the recommendations and taking action on those strategies recommended by the Commission in the upcoming months.

Chairman Phillips called Attorney Winner to the podium. He presented her with a token of the Board's appreciation. He gave Ms. Winner a glass sculpture and noted that she was a collector of glass and wished her well. He noted that he will go from being her client to being her lawyer in her new position. Ms. Winner received a standing ovation as she came forth to receive her gift. She stated that it was a bitter sweet time for her, and while she leaves her co-workers and colleagues at the University, she takes them along as her friends to her new position.

Chairman Phillips reminded members of several upcoming important dates:

The next meeting of the Board of Governors is January 11, 2008. The meeting will be hosted by the North Carolina School of the Arts in Winston-Salem.

On motion and duly seconded, the board voted to convene in closed session pursuant to North Carolina General Statutes 143318.11(a)(5) and 143-318.11(a)(6). The motion carried.

The Board of Governors went into closed session at 10:45 a.m. and returned to open session at 11:00 a.m.

REPORT OF THE COMMITTEE ON PERSONNEL AND TENURE

Mrs. Gage, chair of the Committee on Personnel and Tenure, presented the committee's report. She stated that the Committee reviewed a request to establish a Senior Academic and

Administrative Officer position for the Vice President for Human Resources at General Administration.

Leslie Winner will be leaving the University to become the Director of the Z. Reynolds Foundation at the end of the month. With the loss of Ms. Winner, who had assumed the role of Vice president for Human Resources when that position became vacant several years ago, it has now become important that this position be reestablished. The Committee recommended this item for approval. The motion carried.

The Committee also reviewed the proposed amendments to Policy 300.5.2, *Implementation Policy on Political Candidacy and Officeholding*. The only change was to include language allowing for electronic distribution of the reminders required. In addition, the committee discussed amendments to Western Carolina University's Post Tenure Review Policies where revisions were made to comply with recent changes to *The Code* and other policies. The Committee recommended these items for approval. The motion carried.

The Committee received the Report on the Phased Retirement Program and the Report on Post-Tenure Review, copies of which were sent to all with your Board notebook materials.

The Committee also discussed the planning for the May 9, 2008, Board of Governors Teaching Awards, to be held at the Carolina Inn.

Finally, the Committee received a copy of the *Report on Personnel Actions Delegated to the President Pursuant to Policy 200.6*, listing all personnel actions approved by the President from October 12, 2007, to November 8, 2007.

There being no further business, the meeting adjourned at 11:15 a.m.

Secretary_____

APPENDICES

(All appendices are a part of the official record of the meeting.)

Appendix A	President's Report	Posted Online
Appendix B	Authorization of the Sale of Special Obligation Bonds, UNCCH	Posted Online
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