

## **BOARD OF GOVERNORS MEETING**

The University of North Carolina

February 10, 2006

The Board of Governors met in regular session on February 10, 2006, in the Board Room of the General Administration Building, Chapel Hill. Mr. Wilson, the chairman, called the meeting to order at 11:15 a.m.

### **INVOCATION**

Mr. Hayes gave the invocation:

Dear Lord, Thank you for allowing us to serve on this board. Keep us ever aware of our duty. Give us the wisdom and the strength to make decisions with fairness, humility, and integrity. Let us forever be attentive to the needs of others, and may the decisions we make today stand the test of time. This we pray, always mindful that Your will be done. Amen.

### **ROLL CALL**

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

Bradley T. Adcock  
Brent D. Barringer  
Peaches Gunter Blank  
R. Steve Bowden  
F. Edward Broadwell, Jr.  
John W. Davis III  
Phillip R. Dixon  
Ray S. Farris  
Dudley E. Flood  
Hannah D. Gage  
Willie J. Gilchrist  
H. Frank Grainger  
Peter D. Hans  
Charles A. Hayes  
James E. Holshouser, Jr.  
Peter Keber  
Adelaide D. Key

G. Leroy Lail  
Charles H. Mercer, Jr.  
Fred G. Mills  
Charles S. Norwood  
Cary C. Owen  
Patsy B. Perry  
Jim W. Phillips, Jr.  
Gladys Ashe Robinson  
Benjamin S. Ruffin  
Estelle W. Sanders  
William G. Smith  
J. Craig Souza  
Priscilla P. Taylor  
J. Bradley Wilson  
Zachary A. Wynne  
David W. Young

The following members were absent:

William L. Burns, Jr.  
Irvin A. Roseman

## **MINUTES**

Mr. Grainger moved, seconded by Mr. Bowden, that the minutes of the meeting of January 13, 2006, be approved. The motion carried.

## **PRESIDENT'S REPORT**

President Bowles introduced several of the chancellors and leaders of affiliated organizations in attendance at the meeting and gave the board an update of the good news and accolades afforded many of the campuses.

For President Bowles' complete remarks see Appendix A.

## **ADMINISTRATIVE ACTION ITEMS**

Chairman Wilson called attention to the Administrative Action Items listed on the agenda. Mrs. Blank moved, seconded by Dr. Gilchrist, that the following Administrative Action Items be approved by consent:

- |           |                                                                                          |            |
|-----------|------------------------------------------------------------------------------------------|------------|
| a. (B&F)  | Authorization to Enter Into a Swap Agreement, UNCCH                                      | Appendix B |
| b. (B&F)  | Authorization of New Capital Improvements Projects, UNCC                                 | Appendix C |
| c. (B&F)  | Authorization of a New Capital Improvements Project and<br>Ground Lease, UNCW            | Appendix D |
| d. (B&F)  | Approval of Report on Overhead Receipts                                                  | Appendix E |
| e. (EPPP) | Authorization to Establish the Bachelor of Science in<br>Information Technology, WSSU    | Appendix F |
| f. (EPPP) | Authorization to Establish the Master of Science in Criminal<br>Justice, FSU             | Appendix G |
| g. (EPPP) | Authorization to Establish the Master of Science in Science and<br>Entrepreneurship, WCU | Appendix H |
| h. (EPPP) | Approval of Licensure for Miller-Motte Technical College to                              | Appendix I |

- offer the following degrees in Wilmington:
- Associate of Applied Science in Criminal Justice
  - Associate of Applied Science in Paralegal
  - Bachelor of Science in Criminal Justice
- |           |                                                                                                                                                                                                                                                         |            |
|-----------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------|
| i. (EPPP) | Approval of Licensure for ECPI College of Technology to offer the following degree programs in Raleigh:                                                                                                                                                 | Appendix J |
|           | <ul style="list-style-type: none"> <li>• Computer &amp; Information Science with a major in Criminal Justice Technology</li> <li>• Associate of Science in Computer &amp; Information Science with a major in Management Information Systems</li> </ul> |            |
| j. (EPPP) | Approval of Licensure for South College-Asheville to offer the following degree program in Asheville:                                                                                                                                                   | Appendix K |
|           | <ul style="list-style-type: none"> <li>• Associate of Applied Science in Radiologic Technology</li> </ul>                                                                                                                                               |            |
| k. (EPPP) | Approval of the Report on Teacher Assistant Scholarship Fund                                                                                                                                                                                            | Appendix L |
| l. (EPPP) | Approval of the Report on the Tuition Grant Program for Graduates of the North Carolina School of Science and Mathematics                                                                                                                               | Appendix M |
| m. (EPPP) | Approval of the Report on Future Teachers of North Carolina                                                                                                                                                                                             | Appendix N |
| n. (EPPP) | Approval of the Report on the Center for School Leadership Professional Development Activity                                                                                                                                                            | Appendix O |
| o. (PA)   | Approval of the 2006 Federal Agenda for Fiscal Year 2007                                                                                                                                                                                                | Appendix P |

The motion carried.

### **REPORT OF THE COMMITTEE ON BUDGET AND FINANCE**

Mrs. Gage, chair of the Committee on Budget and Finance, presented the committee's report.

She reported that the committee considered and acted upon proposed tuition and fee increases for 2006-07. She stated that this year's proposal process was a departure from previous years, because the committee made a greater effort to make it more flexible for the campuses. Mrs. Gage thanked the chancellors for their hard work and commitment to adhering to these new guidelines. She added that the established guidelines did not apply to increases in debt service fees, undergraduate nonresident rates, or graduate and professional school increases.

She stated that the proposals were discussed thoroughly and the committee approved both the tuition and the fee proposals.

On behalf of the committee, Mrs. Gage moved approval of the Authorization of Tuition for 2006-07 as presented, with the exception of UNC Chapel Hill's undergraduate non-resident tuition request. Following discussion, the motion carried. (Appendix Q)

On behalf of the committee, Mrs. Gage moved approval of the non-resident undergraduate tuition increase at UNC Chapel Hill as presented. Following discussion, the motion carried. Mr. Farris and Dr. Gilchrist voted against the motion. (Appendix Q)

On behalf of the committee, Mrs. Gage moved approval of the Authorization of Fees of 2006-07. The motion carried. (Appendix R)

Mrs. Gage asked Mr. Hans, chair of the Subcommittee Reviewing the Cost of Textbooks, to present the subcommittee's report. Mr. Hans briefly discussed the subcommittee's recommendations that could lend some relief to the high cost of textbooks. He thanked the members of the subcommittee, Mr. Farris, Mr. Ruffin, Mr. Wynne, and Dr. Killingsworth, for their hard work on the subcommittee.

On behalf of the subcommittee, Mr. Hans moved approval of the Report and Recommendations of the Subcommittee Reviewing the Cost of Textbooks. The motion carried. (Appendix S)

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

Dr. Taylor, chair of the Committee on Educational Planning, Policies, and Programs, presented the committee's report.

### Campus Peers Selection Process and Recommendations

Dr. Taylor reported that the current list of peers for the UNC campuses was approved in 1999. In late spring of 2005, Mr. Dennis Jones, President of the National Higher Education Management Systems, was retained as a consultant to bring this list up to date. Mr. Jones and his organization are well respected for their work on higher education trends. The recommended list of peers for each campus has been approved by both the chancellor and our consultant and is recommended by General Administration.

On behalf of the committee, Dr. Taylor moved approval of the Campus Peers Selection Process and Recommendations. The motion carried. (Appendix T)

Dr. Taylor stated that the committee also had two reports on the progression of meeting the recommendations of the Teacher Supply and Demand Report. The first report was specifically about the enrollment plan required by the report. The report reviews the number of traditional graduates and the number of alternative entry completers (students who already have a bachelor's degree and only need to complete the courses for teacher certification) in 2004-05. She reported that in 2004-05 the campuses produced a combined total of 3,918 traditional graduates and alternative entry completers. She stated that the target for 2005-06 is 4,360 and that General Administration will review the plan and, in consultation with the campuses, revise the targets upward to better deal with the crisis in teacher education. Dr. Taylor added that President Bowles also discussed his commitment to address teacher education and K-12 issues.

Dr. Taylor stated that the committee also heard a report on the proposed Hickory Initiative and discussed the direction of that initiative with President Bowles.

**REPORT OF THE COMMITTEE ON PUBLIC AFFAIRS**

Mr. Hans, chair of the Committee on Public Affairs, presented the committee's report.

Mr. Hans stated that the committee approved the 2006 non-budget state legislative agenda that reflects the needs of the campuses and the time limitations with a short session. He added that the highest priority on the agenda is placing enrollment funding in the continuation budget, followed by some efficiency measures, and several items to help with faculty and staff competitiveness. Mr. Hans stated that the committee will ask for full board approval of the agenda at the next board meeting.

Mr. Hans stated that the committee heard from Assistant Vice President Rhinehardt regarding the Congressional Delegation trip to Washington, D.C. on March 1, 2006. He added that Associate Vice President Samors and Assistant Vice President Rhinehardt are putting together a great program and that the committee is expecting very good attendance at the dinner with the Congressional Delegation. Advance materials, including talking points on the federal issues, will be provided in advance of the trip.

**REPORT OF THE COMMITTEE ON UNIVERSITY GOVERNANCE**

Mr. Grainger, chair of the Committee on University Governance, presented the committee's report.

**Appointment to the Board of Trustees – Pitt County Memorial Hospital**

Mr. Grainger reported there are two terms ending February 28, 2011, on the Pitt County Memorial Hospital Board of Trustees. On behalf of the committee, he moved the reappointment of David Womack of Greenville and the appointment of Janice Faulkner of

Greenville to serve on the Pitt County Memorial Hospital Board of Trustees. The motion carried.

Election to the Board of Trustees – University of North Carolina at Charlotte

Mr. Grainger reported there is a partial term ending June 30, 2007, on the University of North Carolina at Charlotte Board of Trustees. On behalf of the committee, he moved the election of Carl Belk of Charlotte to serve on the University of North Carolina at Charlotte Board of Trustees. The motion carried.

**REPORT OF THE COMMITTEE ON THE FUTURE OF NURSING**

Dr. Key, chair of the Committee on the Future of Nursing, presented the committee's report.

She reported that the committee met to review the standing of the recommendations approved by the board last year. The committee reviewed the enrollment and graduation data from the 2004-05 academic year which show that the figures are increasing and that the campuses have responded to the committee's initiatives by developing plans that would double the number of nurses being produced by the University by 2009-10.

Dr. Key stated that the committee discussed a range of issues and decided that the next steps for the committee will be to develop a budget package for the next legislative session based on the committee's report and the items already in the current biennium budget, and to endorse the AHEC plan for a state-wide summit to address the need to increase clinical sites for nursing. The summit would develop a plan that could be implemented regionally and will involve the community colleges, the universities, and possibly some private institutions.

Dr. Key added that the committee has asked Interim Senior Vice President Mabe and Vice President Fleming to work on developing a joint legislative package that potentially could be supported by both the community college and the University systems.

### **REPORT OF THE AUDIT COMMITTEE**

Mr. Smith, chair of the Audit Committee, presented the committee's report. He reported that the committee discussed several organizational issues and the Audit Committee Charter. The committee also received a report on the five schools that received their 2005 Financial Audit Reports from the North Carolina Office of the State Auditor.

Mr. Smith called the board's attention to the proposed Audit Committee Charter of the University of North Carolina Board of Governors. He stated that the charter, which includes structure, duties, and responsibilities of the committee, has been thoroughly reviewed and approved by the committee.

On behalf of the committee, Mr. Smith moved approval of the Audit Committee Charter of the University of North Carolina Board of Governors. The motion carried.  
(Appendix U)

Mr. Smith stated that there will be times when the Audit Committee will meet in closed session to discuss investigative audits and the committee will request that only members of the committee be in attendance.

### **CHAIRMAN'S REMARKS**

Chairman Wilson recognized Mary McDuffie, Executive Director of the North Carolina Center for the Advancement of Teaching (NCCAT). He announced that NCCAT will sponsor a gala on February 25 at the Capitol City Club in Raleigh and all board members are



encouraged to attend. He also made the following announcements:

- Mr. Barringer will chair the 2006 University Award Committee. Serving with him will be Mr. Norwood, Dr. Perry, Mrs. Robinson, and Mr. Young.
- The Joint Meeting of the NC Education Governing Boards will be held February 16, 2006, on the Duke University Campus.
- The board meeting scheduled for March 17 has been canceled.
- The board will meet April 11, 2006, at UNC Greensboro, in conjunction with the April 12 Presidential Inauguration.

\* \* \*

On motion of Dr. Perry, seconded by Mr. Barringer, the board voted to convene in closed session pursuant to North Carolina General Statutes 143-318.11(a)(3), 143-318.11(a)(5), and 143-318.11(a)(6). The motion carried.

\* \* \*

The Board of Governors went into closed session at 12:40 p.m. and returned to open session at 12:50 p.m.

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## **REPORT OF THE COMMITTEE ON PERSONNEL AND TENURE**

Mr. Mercer, chair of the Committee on Personnel and Tenure, presented the committee's report.

### **Summary Personnel Report**

On behalf of the committee, Mr. Mercer moved approval of the committee's summary personnel report and other items presented in closed session. (Appendix V)

Mr. Mercer reported that during the committee meeting yesterday, Vice President Winner, discussed the progress of the search to fill the Senior Vice President for Academic Affairs and the Vice President for Finance positions. Vice President Winner stated that both searches were under way and that a search firm has been engaged for the Senior Vice President for Academic Affairs position.

Mr. Mercer stated that Associate Vice President Brown discussed the process for the Board of Governors Awards for Excellence in Teaching and has agreed to provide regular updates to the committee. He added that nominees for this award are expected to be available for approval at the next board meeting.

There being no further business, the meeting adjourned at 12:55 p.m.

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Secretary

## APPENDICES

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

Appendix A	President's Report	Attached
Appendix B	Authorization to Enter Into a Swap Agreement, UNCCH	Attached
Appendix C	Authorization of New Capital Improvements Projects, UNCC	Attached
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