

BOARD OF GOVERNORS MEETING

The University of North Carolina

January 11, 2002

The Board of Governors met in regular session on January 11, 2002, in the Board Room of the General Administration Building, Chapel Hill. Mr. Ruffin, the chairman, called the meeting to order at 11:30 a.m.

INVOCATION

Mrs. Cates gave the invocation.

ROLL CALL

Mr. Aldridge called the roll and the following members were present:

Benjamin S. Ruffin
Bradley T. Adcock
G. Irvin Aldridge
James G. Babb
J. Addison Bell
F. Edward Broadwell, Jr.
William T. Brown
Angela R. Bryant
William L. Burns, Jr.
Anne W. Cates
John F.A.V. Cecil
Bert Collins
John W. Davis III
Ray S. Farris
Dudley E. Flood
Hannah D. Gage
Willie J. Gilchrist

H. Frank Grainger
James E. Holshouser, Jr.
Peter Keber
Teena S. Little
Charles H. Mercer, Jr.
R. Andrew Payne
Barbara S. Perry
Patsy B. Perry
Jim W. Phillips, Jr.
H. D. Reaves, Jr.
Gladys Ashe Robinson
J. Craig Souza
Priscilla P. Taylor
Robert F. Warwick
J. Bradley Wilson
Ruth Dial Woods

The following member was absent:

C. C. Cameron

Chairman Ruffin stated that Mr. Cameron, who was absent due to illness, had an excused absence under the provisions of the statute.

MINUTES

On motion of Mr. Bell, seconded by Mr. Reaves, the minutes of the meeting of November 9, 2001, were approved as distributed. The motion carried.

ADMINISTRATIVE ACTION ITEMS

Chairman Ruffin called attention to the Administrative Action Items listed on the agenda and inquired if any member wished to have items removed for further discussion. There being none, Mr. Aldridge moved, seconded by Mr. Cecil, that the following Administrative Action Items be approved by consent:

- | | | |
|-----------|---|------------|
| a. (B/F) | Approval of the Allocation of Funds Appropriated for Turfgrass Research and Extension, NCSU | Appendix A |
| b. (B/F) | Approval to Exempt Three Institutions from the Board of Governors Policy on Nonresident Freshmen Enrollment, ECSU, NCA&T, and UNCW | Appendix B |
| c. (EPPP) | Authorization to Establish a Center for Energy Research and Technology, NCA&T | Appendix C |
| d. (EPPP) | Adoption of the Criteria for the Teacher Assistant Scholarship Program | Appendix D |
| e. (P/T) | Approval of the Policy on Granting of Management Flexibility to Appoint and Fix Compensation and Related Changes to <i>The Code</i> | Appendix E |

The motion carried.

* * *

On motion of Mr. Aldridge, seconded by Mr. Bell, the board voted to convene in closed session pursuant to North Carolina General Statutes Sections 143-318.11(a)(1), 143-318.11(a)(2), 143-318.11(a)(3) [consult with the attorney on the matter of Davis v. the State of North Carolina and The North Carolina School Board Association v. Moore], 143-318.11(a)(5), and 143-318.11(a)(6). The motion carried.

CLOSED SESSION**APPROVAL OF MINUTES OF CLOSED SESSION**

In accordance with procedures established to comply with the Open Meetings Law, the closed session minutes for November 9, 2001, were presented for review and approval. On motion of Mr. Aldridge, seconded by Mr. Grainger, the minutes were approved as distributed.

REPORT OF COMMITTEE ON BUDGET AND FINANCE

Mr. Bell, chair of the Committee on Budget and Finance, presented the committee's report.

Lease of Space – The University of North Carolina at Chapel Hill

Mr. Bell presented a request from the University of North Carolina at Chapel Hill for authority to lease office space for various university departments, including Health Services, Human Resources, Highway Safety, the School of Medicine's Heart Failure Center, the Institute on Aging, and the Survey Research Center. On behalf of the committee, he moved that the request be approved and transmitted to the Council of State for final action. Mr. Collins seconded the motion and it carried.

REPORT OF COMMITTEE ON PERSONNEL AND TENURE

Mr. Souza, chair of the Committee on Personnel and Tenure, presented the committee's report, subject to approval in open session.

Summary Personnel Report

Mr. Souza said the committee's report included five campus administrative appointments and two administrative appointments in the UNC Office of the President.

In addition, the report included recommendations for appointments, promotions with conferral of tenure, and conferral of tenure at East Carolina University, Fayetteville State University, North Carolina Central University, UNC Chapel Hill, and UNC Wilmington.

On behalf of the committee, Mr. Souza presented a chart entitled "Academic Hospital CEO Salaries" and a document entitled "Motion to increase the compensation of Dr. Jeffrey Houpt, CEO of the University of North Carolina Health Care System." The committee recommended that in lieu of a salary increase and a bonus based on the performance of Dr. Jeffrey Houpt during the year 2001-2002, the Board of Directors of the UNC Health Care System be authorized to contribute funds on his behalf to a supplemental retirement arrangement to be approved by the Board of Directors, in accordance with federal tax law. Following discussion, Ms. Bryant seconded the motion and it carried. Mr. Mercer asked that the minutes note that he neither participated in the discussion on this matter nor voted because of a potential conflict.

Mr. Souza called the members' attention to the Policy on Granting of Management Flexibility to Appoint and Fix Compensation and related changes to The Code by delegating authority to the campuses and approval under the Consent Agenda item earlier in the meeting.

REPORT OF COMMITTEE ON THE OLIVER MAX GARDNER AWARD

Mr. Mercer, chair of the Committee on the Oliver Max Gardner Award, thanked Angela Bryant, Jack Cecil, John Davis, and Brad Wilson for their service on the 2002 Oliver Max Gardner Award Committee.

On behalf of the committee, Mr. Mercer presented the committee's report and moved that it be approved. Mr. Grainger seconded the motion and it carried.

LEGAL MATTERS

At the request of Chairman Ruffin, Vice President Winner commented briefly on two legal matters.

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On motion of Mr. Farris, seconded by Dr. Woods, the board voted to reconvene in open session.

RESUMPTION OF OPEN SESSION

REPORT OF COMMITTEE ON PERSONNEL AND TENURE

Summary Personnel Report

Mr. Souza, chair of the Committee on Personnel and Tenure, presented the committee's summary personnel report and other items discussed in closed session.

He said the committee's recommendations include five campus administrative appointments and two administrative appointments in the UNC Office of the President.

- Rosalind Fuse-Hall, Executive Assistant to the Chancellor, North Carolina Central University
- Charles O'Dour, Vice Chancellor for Financial Affairs, North Carolina Central University
- James L. Murphy, Dean, UNC Summer School, College of Arts and Sciences, UNC Chapel Hill
- Clifton Blake Metcalf, Vice Chancellor for Advancement and External Affairs, Western Carolina University
- Dwayne Lee Pinkney, Associate Vice President, Finance, UNC Office of the President
- J. Charles Waldrup, Associate Vice President, Legal Affairs, UNC Office of the President

In addition, the report included recommendations for appointments, promotions with conferral of tenure, and conferral of tenure at East Carolina University, Fayetteville State

University, North Carolina Central University, UNC Chapel Hill, and UNC Wilmington.

(Appendix F)

Mr. Souza reminded the members they had received a document entitled "Motion Delegating Authority to the Board of Directors of the University of North Carolina Health Care System." On behalf of the committee, he moved that the Board of Governors delegate the following authority to the Board of Directors of The University of North Carolina Health Care System:

1. To implement the performance evaluation plan for the CEO of The University of North Carolina Health Care System that has been presented to the Board of Governors, adding appropriate provision of indigent care as a goal of the evaluation plan and limiting the maximum bonus of the CEO to 30 percent;
2. Pursuant to this performance evaluation plan and salary ranges adopted by the Board of Governors, to determine and approve the compensation that is to be provided to the CEO of The University of North Carolina Health Care System, including the amount of bonus resulting from his performance starting during the 2001-2002 fiscal year and the amount of salary increase for 2002-2003 fiscal year; and
3. To adopt a section 403(b) supplemental retirement plan and a section 415 (m) qualified governmental excess benefit arrangement for the benefit of the CEO of The University of North Carolina Health Care System.

Mr. Farris seconded the motion and it carried.

Mr. Souza further moved that the delegations in paragraphs 1 and 2 expire at the end of the 2002-2003 fiscal year and that the Board of Directors of the UNC Health Care System shall bring the compensation and evaluation plan for the CEO back to the Board of Governors for review at the end of the 2002-2003 fiscal year. Ms. Bryant seconded the motion and it carried.

Mr. Mercer asked that the minutes note that he neither participated in the discussion on this matter nor voted because of a potential conflict.

* * *

Mr. Souza moved that the information in the folders regarding the 2001-2002 salary for Linda A. Dykstra-Hyland, Dean of the Graduate School at UNC Chapel Hill, which

had been inadvertently omitted from the recommendations submitted at the November meeting, be approved. Mrs. Cates seconded the motion and it carried.

REPORT OF COMMITTEE ON BUDGET AND FINANCE

Mr. Bell, chair of the Committee on Budget and Finance, presented the committee's report.

Designation of Property as a "Millennial Campus" – UNC Charlotte

Mr. Bell reported that the Chancellor and the University of North Carolina at Charlotte requested approval of 100 acres of property on the UNC Charlotte campus for designation as a "Millennial Campus." He noted the 2000 General Assembly approved legislation granting the Board of Governors authority to designate real property as a "Millennial Campus" when the constituent institution had the fiscal capability required to manage such a campus and the designation would enhance the constituent institution's mission and provide for regional economic development.

On behalf of the committee, Mr. Bell moved that the request to designate 100 acres of land on the UNC Charlotte campus as a "Millennial Campus" be approved. The motion was properly seconded and it carried. (Appendix G)

Tuitions and Fees

Mr. Bell summarized the committee's workshop on tuitions and fees and moved that the chancellors prepare five-year plans for tuitions and fees, including general and campus-initiated requests. He further moved that the chancellors collaborate as they prepare the plans. He requested that President Broad identify a reasonable timeframe that would permit the chancellors to prepare thoughtful plans and that would also allow the Board of Governors an opportunity to review the five-year plans before voting on any tuition and fee requests for the next year. Mr. Phillips seconded the motion. Several members of the board expressed concerns regarding the timeframe needed for the preparation of the plans and whether the information

would be available before the Board of Governors could set tuition and fees for the 2002-2003 year.

Mr. Warwick offered a substitute motion stating "that for the current year, we move ahead (and our policy, at least the way we have done it in the last few years is that we approve tuition by March or at the March meeting) and that the Finance Committee come back to the board with a recommendation by the March meeting on tuition for the 2002-2003 year and that a five-year study be conducted to accomplish the goals that the committee set out to become effective 2003-2004. Dr. Brown seconded the motion. Chairman Ruffin asked Mr. Bell if he accepted Mr. Warwick's suggestion as a friendly amendment to the motion. Mr. Bell accepted the amendment. To a question regarding the deadline for financial aid awards, Vice President Davies responded that the sooner the tuition matter is decided, the sooner the financial aid packages could be prepared for students arriving in the fall. He added that as far as the request to the General Assembly, the staff planned to present the supplemental budget for adoption at the March meeting. President Broad responded to a question from the board regarding what requests had been made of the campuses.

Mr. Wilson called the question. Mr. Babb seconded the motion. The motion to call the question was put and carried. At the members' request, Mr. Warwick restated his motion as follows:

That a five-year study be conducted that will become effective beginning the year 2003-2004; that for the current year the board continue the process that is in place; that the board vote on tuition for the 2002-2003 year in March 2002, and that the board study its tuition policy and present any recommendations to the board as an amendment to the policy at a future meeting.

Chairman Ruffin then put the original motion as amended. Dr. Brown seconded the motion and it carried.

REPORT OF COMMITTEE ON EDUCATIONAL PLANNING, POLICIES, AND PROGRAMS

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

Admission of Engineering Students at North Carolina A & T State University

Mr. Reaves reported the committee voted to recommend approval of a limited exception to the 18 percent non-resident policy by exempting out-of-state engineering students from the calculations of non-resident freshmen at North Carolina A&T State University. He said this action was taken with the understanding that no North Carolina applicant meeting the minimum admission requirements would be turned away. Mr. Reaves called attention to the rationale for the recommendation as presented in the cover memorandum from President Broad and in the supporting information submitted by Chancellor Renick. (Appendix H)

On behalf of the committee, Mr. Reaves moved approval of the recommendation to exempt out-of-state engineering students from the calculations of non-resident freshmen at North Carolina A&T State University. Mrs. Robinson seconded the motion and it carried.

Recommendation to Repeal UNC Board of Governors Policy on International Programs and Amend Policy on UNC Exchange Program

Mr. Reaves called attention to two items that represent "house-keeping" measures to bring the Board's policies and procedures on international programs up-to-date. On behalf of the committee, Mr. Reaves moved that the Board repeal Policy 400.1.3 and amend Policy 400.1.4, as recommended by the Office of the President. He further moved that the Board of Governors request the President to adopt appropriate regulations and guidelines as are necessary and appropriate to "effectuate the Strategic Direction of the Board of Governors concerning internationalization and for the effective operation of the UNC Exchange Program." Dr. Woods seconded the motion and it carried. (Appendix I)

UNC Long-Range Plan, 2002-07

Mr. Reaves reminded the members that during the past year much of the committee's work has been devoted to the preparation of a new long-range plan. On behalf of the Committee on Educational Planning, Policies, and Programs, Mr. Reaves moved approval of the following resolution:

Be it resolved by the Board of Governors of the University of North Carolina:

That the document entitled Long-Range Plan, 2002-2007 be approved; and

That the President be authorized to make such editorial improvements in the document as she finds necessary in the interest of accuracy and completeness and to have the Long-Range Plan, 2002-2007 printed and distributed.

Mrs. Little seconded the motion and it carried. (Appendix J)

Establishment of the Coastal Studies Institute

Mr. Reaves moved that the Board authorize the establishment of the Coastal Studies Institute. Mr. Aldridge seconded the motion and it carried. (Appendix K)

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Mr. Reaves called attention to a recommended change in the University's academic calendar policy to be presented for action at the February board meeting. The change would amend one of the board's policies and establish a minimum number of scheduled minutes of instructional time or its equivalent for an hour of credit at 750 minutes. The proposed change would also allow for a mandatory examination period within that scheduled time but would not allow study days or any optional examination period within that time.

Mr. Reaves also called attention to information in the folders concerning the various Pathways' programs designed to provide information and enhance opportunities for high school students planning to attend college.

REPORT OF COMMITTEE ON UNIVERSITY GOVERNANCE

Dr. Brown, chair of the Committee on University Governance, presented the committee's report.

Dr. Brown reminded the members that when The Code was amended last year to conform several policy changes adopted by the board regarding institutional tenure regulations, one Code section was inadvertently overlooked. To insure consistency, Dr. Brown, on behalf of the committee, moved that Section 602 (8) of The Code be amended to permit approval of tenure policies and regulations by the president, as follows:

Section 602

- (8) The tenure policies and regulations of each institution shall be subject to approval by the President. The President periodically shall review and re-evaluate these policies and regulations and report findings and recommendations, if any, to the Committee on Personnel and Tenure and through the committee to the Board of Governors.

Dr. Woods seconded the motion and it carried.

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As a matter of information, Dr. Brown reported the committee would recommend an amendment to Section 200 B of The Code at the February meeting. The proposed amendment would bring The Code in compliance with legislation enacted by the 2001 General Assembly regarding the qualifications for membership on the Board of Governors.

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Nominations for Re-Appointment to Pitt County Memorial Hospital Board of Trustees

On behalf of the committee, Dr. Brown moved that the following persons be nominated for re-appointment to the Pitt County Memorial Hospital Board of Trustees, each for a term ending February 28, 2007:

Henry C. Humphreys, Jr., of Washington [NC]
James Larkin Little of Greenville
Cassius S. Williams of Greenville

Mrs. Perry seconded the motion and it carried.

* * *

Appointments to Blue Cross Blue Shield Conversion Advisory Committee

Dr. Brown reported that pursuant to recent legislative action, a statute was enacted to create a procedure for the conversion of health related entities to a stock health insurance company and further provides for the creation of a foundation with the charitable purpose of promoting the health of the people of the state. The Attorney General will appoint the initial 11 members of the foundation board of directors based upon the recommendation of an advisory committee consisting of three (3) representatives appointed by NC Citizens from Business and Industry, three (3) representatives appointed by the UNC Board of Governors, three (3) representatives appointed by the Center for Nonprofits, one (1) representative appointed by the NC Hospital Association, Inc., and one (1) representative appointed by the NC Medical Society.

Dr. Brown reported that Chairman Ruffin attended the committee's meeting on the preceding day to discuss these appointments and urged the committee to complete its appointments prior to the advisory committee's first meeting on January 21.

On behalf of the committee, Dr. Brown moved that the following persons be named to the Advisory Committee:

Bert Collins
Dr. Nancy C. Chescheir
J. Craig Souza.

Mr. Aldridge seconded the motion and it carried. Mr. Wilson, Mr. Adcock, Mr. Davis, and Mr. Phillips asked that the record show they did not participate in the discussion or the vote on the motion. Dr. Brown noted that at the committee meeting on the preceding day, Mr. Adcock, an employee of the health care entity, did not participate in the discussion and did not vote on the action.

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As a matter of information, Dr. Brown announced a vacancy on the North Carolina School of the Arts Board of Trustees, a partial term ending June 30, 2005.

REPORT OF COMMITTEE ON HEALTH AFFAIRS

Mr. Cecil, chair of the Committee on Health Affairs, reported that Charles Ayscue, senior vice president and CEO of the UNC Health Care System, visited with the committee on the preceding day. Mr. Ayscue briefed the members on the financial status of the UNC Health Care System and reported how the integration of Rex Hospital with the UNC Hospitals and the physicians group is working nicely between the two hospitals.

Mr. Cecil also reported that John S. Stevens, chairman of the Board of Directors of the UNC Health Care System, and James B. Hyler, Jr., chair of that board's Compensation Committee, appeared before the committee to discuss the compensation plan approved by the board earlier in the meeting.

REPORT OF COMMITTEE ON PUBLIC AFFAIRS

Mr. Phillips, chair of the Committee on Public Affairs, briefly summarized the work of the committee. He said the committee's federal agenda will be forwarded to the board in the upcoming months.

In addition, Mr. Phillips reported the committee received presentations on Economic Cluster Analysis in the Triangle and Triad and noted that this information was enlightening and important to the work of the committee.

Mr. Phillips called attention to the fact that this was Mr. Metcalf's last meeting as the chief liaison to the North Carolina General Assembly. He commended Mr. Metcalf for his work and effectiveness with the members of the legislature.

At Mr. Phillips' request, Mr. Metcalf gave an overview of the activities and results of the 2001 General Assembly. (For Mr. Metcalf's report, see Appendix L.)

President Broad acknowledged the valuable service of Mr. Metcalf and thanked him for his extraordinary service in representing the University with skill, integrity, and great good humor before the state's governmental leaders in Raleigh.

At the chair's request, Dr. Flood presented and moved approval of a resolution honoring Mr. Metcalf. The resolution was unanimously seconded and adopted with a standing ovation by the full board. (Appendix M)

PRESIDENT'S REPORT

President Broad said that due to time constraints, she would not present her full report.

The president noted this was the last meeting for Rosalind Fuse-Hall who had recently accepted an offer from Chancellor James Ammons of North Carolina Central University to become Executive Assistant to the Chancellor. President Broad said for the past eight years Rosalind served as the primary liaison between the President, the Board of Governors, and the boards of trustees, and carried out her responsibilities with diplomacy and enthusiasm. She said this new position would offer Rosalind an opportunity to advance professionally while working side-by-side with Chancellor Ammons in shaping the future of NCCU. (For President Broad's report, see Appendix N.)

Mr. Adcock took a moment to reflect on his association with Rosalind and thanked her for the work she did on behalf of the entire University. He then presented and moved adoption of a resolution honoring Rosalind Fuse-Hall. The resolution was unanimously seconded and adopted with a standing ovation by the full board. (Appendix O)

In her remarks to the board, Roz said:

Good Morning. The first thing that I want to say is Thank You. I also want to briefly discuss the wonderful experiences that I have had in this important position that I have held for the 8 years.

At the January 1994 meeting of the Board of Governors, the board approved President Spangler's recommendation to appoint me as Secretary of the University. At the time, I

was working as an Associate Dean in the College of Arts and Sciences on the UNC Chapel Hill campus. But, during my conversation with him...well, "He made me an offer I couldn't refuse!" He asked me to become a STUDENT of the University . . . a student of the entire University. After eight years, I truly appreciate the enormous nature of this task as well as the varied responsibilities.

As Secretary of the University, the most committed higher education officials and supporters in this country have afforded me a rare privilege and precious opportunity to view policy-making. The firm foundation of this governance structure is unparalleled by any other system in this country. I have benefited from working with two strong presidents in President Spangler and President Broad. And since I began teaching an American Studies course on campus, I have gotten to know and work with President Friday.

As a student of the University, I quickly learned that for more than 30 years, the delicate balance of a Board of Governors and 16 lay boards of trustees has served as the bedrock for academic planning, financial stability, legal integrity and invaluable and dedicated personnel. Our system of governance rivals comparable systems in this nation.

The vice presidents and my colleagues in the General Administration building were my first teachers. Some of these individuals had withstood the early days of restructuring the University and they discussed how to forge a multi-campus system that would truly extend education to an ever-increasing population of traditional and non-traditional students. I must acknowledge the one young woman, Wyndham Robertson. In the early 1990s, Wyndham constantly and persistently pleaded with Spangler and Board members to break the glass ceiling for women within UNC. She wanted him to give leadership and support so that women could aspire to become UNC chancellors, vice presidents, administrators and even perhaps the President of the University. At some point, we all need to humbly remember that we are all standing on the backs of giants who sacrificed so much for our accomplishments and achievements. I thank all of the vice presidents and associates who have served as my colleagues.

I also want to thank all of the administrative assistants and secretaries in the Office of the President. These individuals are the support staff that serve as the arteries, veins and capillaries of this organization. They actually produce so much of the work that we consider in these massive notebooks.

As a result of my experiences, our 16 campuses are some of my favorite places in the state. An associate once commented that the Secretary of the University is one of the best jobs in the state. As I began to work with the campuses I began to fully understand this comment. I will always treasure my associations with members of the UNC Boards of Trustees. They are some of the University's most ardently advocates. I also want to personally thank all current and former chancellors and their staffs that have invited and have always made us feel welcomed on these campuses. As a collective, our chancellors epitomize why students are successful and why alumni and others are supportive of the University.

And most importantly, I personally thank the four classes of this board that I have worked with during my eight years in this position. My colleagues and I are paid to study documents, research issues, interpret statutes and The Code, delicately negotiate the fine points of divergent viewpoints and raise critical questions about issues in higher

education. But the members of the Board of Governors are committed *volunteers* of their time and talents. They serve as advocates for the University to a myriad of constituents within their business, their political circles and their social gatherings. I want to thank you, the Board members, for working through all of the early morning meetings and all of the rocky rides on shaky buses. Thanks for not complaining when "the gunny sergeant Fuse-Hall said it was time to go."

Seriously, you are stewards who have stalwartly stood upon the principle of service to the greater good for the people of this state. Even when you disagree, you are cordial and work to find a creative and ingenious resolution to the controversy. I have seen this board accept the challenge of serious self-assessments, revise policies to adhere to sensitive tuition concerns, and to dare to change the physical landscape of each campus in the name of equity and adequacy. Every resident of this state and future generations will always be indebted to you and the 2000 electorate for passing the bond referendum. Your collective work and accomplishment were awesome!

I want to thank the six chairmen of the board that I have worked with and especially our current chairman, Ben Ruffin who epitomizes the best in governance and leadership. Chairman Ruffin, we will always love and remember you as the Quarterback of the 2000 Bond Referendum. Fortunately, the state had a super bowl team coached by President Molly Broad who outlined offensive and defensive strategies that members of this Board successfully executed throughout this state. To all of you, thank you for being the best faculty about governance and higher education policy with whom anyone could study.

And finally, I want to thank my staff, the true nurturers of my knowledge about being the Secretary of the University. If anyone wants to study professionalism in action, *each and every day*, then just watch Bart and Frances at work. Often, they are initiating efforts to improve our work or maximizing the resources that we have to benefit the members of the board and our colleagues around the building. Bart, Frances, Michelle, Angelisa, Sandra and Dottie I am indebted to you for your professional support and our personal friendship and I sincerely appreciate your dedicated service. It has been my pleasure to be a member of this team. Most importantly, I want to acknowledge my very supportive family, especially, my husband and my daughter who have always provided the love and praise that prepares any person to face a new day.

I have had a wonderful opportunity to serve as the Secretary of the University. This job has been an enriching and creative quest. Now, I will step away from my post and mount upon the back of an NCCU eagle, confident that another wondrous quest awaits me and that the Board of Governors and the University of North Carolina are the wind beneath its wings.

CHAIRMAN'S REPORT

Chairman Ruffin reported Mr. Cameron was recuperating at home following his recent hospitalization and expects to rejoin the board next month. The chair congratulated and

called the board's attention to the recent newspaper article designating President Molly Corbett Broad as "Tar Heel of the Year."

The chair reminded the members to turn in their forms regarding two upcoming events.

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There being no other business the meeting was adjourned at 1:40 p.m.

Secretary

APPENDICES

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

Appendix A	Approval of the Allocation of Funds Appropriated for Turfgrass Research and Extension, NCSU	Attached
Appendix B	Approval to Exempt Three Institutions from the Board of Governors Policy on Nonresident Freshmen Enrollment, ECSU, NCA&T, and UNCW	Attached
Appendix C	Authorization to Establish a Center for Energy Research and Technology, NCA&T	Attached
Appendix D	Adoption of the Criteria for the Teacher Assistant Scholarship Program	Attached
Appendix E	Approval of the Policy on Granting of Management Flexibility to Appoint and Fix Compensation and Related Changes to <i>The Code</i>	Attached
Appendix F	Summary Personnel Report	Attached
Appendix G	Designation of Property as a "Millennial Campus" – UNC Charlotte	Attached
Appendix H	Admission of Engineering Students at NCA&T	Attached
Appendix I	Policy on The University of North Carolina Exchange Program	Attached
Appendix J	Long-Range Plan – 2002-2007	Omitted here
Appendix K	Establishment of the UNC Coastal Studies Institute	Attached
Appendix L	Overview of Legislative Report – 2001 Session of the General Assembly	Attached
Appendix M	Resolution Honoring Clifton Blake Metcalf	Attached
Appendix N	President's Report	Attached
Appendix O	Resolution Honoring Rosalind Fuse-Hall	Attached