

BOARD OF GOVERNORS MEETING

The University of North Carolina

May 10, 2002

The Board of Governors met in regular session on May 10, 2002, in the Board Room of the General Administration Building, Chapel Hill. Mr. Ruffin, the chairman, called the meeting to order at 9:15 a.m.

INVOCATION

Mr. Mercer gave the following invocation:

O God, our help in ages past, we thank you for our rich heritage, and ask for strength of body, mind, and soul to use our inheritance to your glory and the good of all people.

You have made your people to be persons, not puppets. You have made us for a purpose. You have made us strong, now direct our strength. Help us, lest in our plenty we neglect those in need. Give us wisdom, that even the good about us may not blind us to that which is better.

This day, O Father, send your blessing upon the people of this University, whose decisions mean so much to so many. Give them wisdom greater in dimension than the problems with which they are confronted. Grant to each one the understanding that all truth has not been revealed to any one person, but that to each one some truth has been revealed. To those of whom so much is expected, may much be given.

Blest be the tie that binds this group of public servants together in devotion to you and in service to all people, this University, and the State of North Carolina. Grant these things, O God, we ask in great humility. Amen.

Note: This prayer is based on a similar prayer offered by The Reverend Charles H. Mercer, United Methodist Minister, at the August 27, 1962, meeting of the United States Senate, Washington, D.C.

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

H. Frank Grainger
James E. Holshouser, Jr.
Peter Keber
Teena S. Little
Charles H. Mercer, Jr.

F. Edward Broadwell, Jr.
 William T. Brown
 Angela R. Bryant
 William L. Burns, Jr.
 C. C. Cameron
 Anne W. Cates
 John F.A.V. Cecil
 Bert Collins
 John W. Davis III
 Ray S. Farris
 Dudley E. Flood
 Hannah D. Gage

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:

Willie J. Gilchrist

Chairman Ruffin stated that Dr. Gilchrist, who was at East Carolina University on state business, had an excused absence under the provisions of the statute.

MINUTES

Mr. Grainger moved, seconded by Mr. Reaves, that the minutes of the meeting of March 6, 2002, be approved. Mr. Farris called attention to the section on Budget and Finance, on page 4, regarding Board-Initiated Tuition Increases and requested that an additional table, Exhibit 12 (Change in Appropriations Based on 8% Across-the-Board Tuition Increase for Resident Students and 12% Across-the-Board Tuition Increase for Nonresident Students), be attached to the official minutes as Appendix D-14. With the board's consent, Mr. Farris' request was approved and the motion carried. (For the table to be attached to the March 6, 2002, minutes, see Appendix A.)

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. Payne, that the following Administrative

Action Items be approved by consent:

- | | | |
|-----------|--|------------|
| a. (B/F) | Approval of the North Carolina Arboretum Proposed Parking Fee, effective September 1, 2002 | Appendix B |
| b. (B/F) | Approval of Amendments to Budget Flexibility Reporting Procedures, NCSSM | Appendix C |
| c. (B/F) | Authorization to Sell Revenue Bonds, UNCW | Appendix D |
| d. (B/F) | Approval of the Request to Consolidate Bond-Related Accounts, WCU | Appendix E |
| e. (EPPP) | Authorization to Establish the Bachelor of Science in Athletic Training, UNCC | Appendix F |
| f. (EPPP) | Authorization to Establish the Bachelor of Science in Statistics, UNCW | Appendix G |
| g. (EPPP) | Authorization to Establish the Master of Public Health, ECU | Appendix H |
| h. (EPPP) | Authorization to Establish the Master of School Administration, NCA&T | Appendix I |
| i. (EPPP) | Authorization to Establish the Master of School Administration, NCCU | Appendix J |
| j. (EPPP) | Authorization to Establish the Master of Arts in Teaching, UNCC | Appendix K |
| k. (EPPP) | Authorization to Establish the Master of Science in Computer Science and Information Technology, WSSU | Appendix L |
| l. (EPPP) | Authorization to Plan the Doctor of Physical Therapy, UNCCH | Appendix M |
| m.(EPPP) | Authorization to Plan the Doctor of Philosophy in Curriculum and Instruction, UNCC | Appendix N |
| n. (EPPP) | Authorization to Plan the Doctor of Philosophy in Infrastructure and Environmental Systems, UNCC | Appendix O |
| o. (EPPP) | Authorization to Establish the Doctor of Philosophy in History, UNCG | Appendix P |
| p. (EPPP) | Authorization to Establish the Doctor of Philosophy in Marine Biology, UNCW | Appendix Q |
| q. (EPPP) | Approval of Licensure for the Art Institute of Charlotte to Conduct Degree Activity in Charlotte for an Associate of Applied Arts in Culinary Arts | Appendix R |
| r. (EPPP) | Approval of Licensure for Miller-Motte Technical College to Conduct Degree Activity in Wilmington for an Associate of Applied Science in the following fields: Accounting, Business Management, Massage Therapy, Medical Assisting, Microcomputer Applications, Office Administration, and Surgical Technology | Appendix S |
| s. (EPPP) | Approval of the eBusiness Technology Institute, UNCC | Appendix T |
| t. (EPPP) | Approval of the Center for Optoelectronics and Optical Communications, UNCC | Appendix U |
| u. (EPPP) | Approval of the request to change the name of the College of Nursing and Health Professions, UNCC | Appendix V |
| v. (P/T) | Approval of the Resolution to Honor Retiring Faculty | Appendix W |
| w. (P/T) | Approval of the Resolution to Honor Retiring Staff | Appendix X |

The motion carried. Mr. Farris asked that the record show he abstained from the vote.

REPORT OF COMMITTEE ON BUDGET AND FINANCE

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

University of North Carolina Association of Student Governments

Mr. Bell reminded the members that at the March meeting the board approved a student fee of \$1 per FTE annually for all students in The University of North Carolina to provide revenues to support the Association of Student Governments. The board further requested that the Association, working with the Vice President for Finance, prepare an annual budget and a plan for administrative operations. Mr. Bell reported the budget and plan for administrative operations within the Office of the President were approved by the committee at its meeting on the preceding day. (For the Budget for the Association of Student Governments, see Appendix Y.)

Mr. Bell called attention to a proposed policy identifying the Association as the organization recognized by the board to represent the interests of students. He said the proposed policy, outlining the function of the Association and its relationship to the UNC Board of Governors and the Office of the President, would be presented for review and approval at the next meeting of the board.

Authorization of the Sale of Bonds – System-Wide

Mr. Bell presented a request for approval of a pooled loan program utilizing tax-exempt variable rate bonds designed principally to meet short-term borrowing needs of the system-wide constituent institutions. Short-term uses of the program include interim financing for projects where total financing costs are uncertain or for projects awaiting traditional fixed rate financing on an individual or pooled basis.

On behalf of the committee, Mr. Bell moved that the pooled loan program be approved and further moved that the Vice President for Finance be authorized to execute loans to the campuses only for projects previously approved by the board. Mr. Cecil seconded the motion and it carried. (Appendix Z)

Authorization of Non-Appropriated Capital Improvements Projects

Mr. Bell reminded the members that in June 1999 the board adopted a ten-year capital plan totaling \$6.9 billion with 60 percent of the funding to be provided by the State and the remainder to be provided from non-state sources. Since 1999, the General Assembly has authorized approximately \$600 million in University projects funded from non-state sources as the campuses meet their commitment to supplement the \$2.5 billion provided by the 2000 Higher Education Bonds. Mr. Bell said the University is now ready to proceed with the fourth year of the plan and noted that the competitive construction and financing markets make this an opportune time for the University to proceed with these projects.

On behalf of the committee, Mr. Bell moved that the board approve 26 capital improvements projects totaling \$347,420,250. He further moved that the board authorize financing plans for seven capital improvements projects partially funded from the 2000 Higher Education Bond Program totaling \$51,263,400. The projects will be forwarded to the 2002 General Assembly for authorization. Mr. Warwick seconded the motion and it carried. (Appendix AA)

Centennial Campus Conference Center/Hotel Project

Mr. Bell reported the committee discussed the proposed conference center/hotel project on the Centennial Campus of North Carolina State University and said Chancellor Fox has called for a further review of the project. While members of the North Carolina State University Board of Trustees will lead the review, the committee urged the chancellor to utilize outside expertise beyond that previously used during the initial review. Mr. Bell assured the

members that the outcome of the review would be presented to the board for consideration prior to final approval.

Guiding Principles and Managerial Initiatives Due to State's Economy

Mr. Bell reported the committee discussed the effects of the state's economy on the University budgets and the budget reductions that would be faced by the constituent institutions. In summarizing the guiding principles and managerial initiatives the University would follow, Mr. Bell said:

As the President and the Chancellors determine needed reductions, it is imperative that those reductions reflect the priorities of this Board as identified in the strategic directions that we have approved. We therefore propose that the Chancellors follow the following guiding principles when making reductions.

First, it is important that our commitment to access and affordability be maintained to the fullest extent possible.

Next, it is important that the University's commitment to teaching, research, and public service be protected. These core missions must be preserved at every institution, with academic instruction taking highest priority.

Finally, we must sustain academic excellence and high quality.

These principles should be applied through the demonstration of sound financial management, fiscal accountability, and sensitivity to the State's economic crisis and must apply regardless of the source of funds being expended.

We also urge our Chancellors to explore ways to achieve savings in all operations through consolidation, outsourcing, downsizing, and inter-institutional collaboration. We have requested information on creative approaches they are taking in making budgetary and management decisions and have further encouraged them, through Vice President Davies, to take a zero-based budgeting approach when conducting budgetary reviews. We have also requested that the President continue to maintain close contact with the Committee and the full Board as budget decisions are made.

As a Committee we further endorsed the need to request that the General Assembly provide flexibility to our campuses in managing budget reductions. Our Chancellors need the ability to make the best decisions under the circumstances.

On behalf of the committee, Mr. Bell recommended that the Board endorse the guiding principles and managerial initiatives. Mr. Phillips 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.

Repeal of Regulations on Minimum Undergraduate Course Requirements

Mr. Reaves reminded the members that in March the Regulations on Minimum Undergraduate Course Requirements (700.1.1.1[R]) were amended and approved. On behalf of the committee, Mr. Reaves moved that the former policy, Minimum Undergraduate Course Requirements (700.1.2), be repealed. Mrs. Little seconded the motion and it carried. (Appendix BB)

2002 Update: Primary Care Medical Education Plans

Mr. Reaves reported there were three reports due to the General Assembly during the month of May. The first, a Report on Primary Care Medical Plans, 2002 Update, monitors the University's progress in producing more primary care physicians and includes an assessment by each medical school in the state and the progress made. The 2002 update on primary care programs indicates the residency programs at the four medical schools and the AHEC system have significantly increased the number of primary care residents. Mr. Reaves noted that North Carolina has exceeded its goal of having approximately 50 percent of all residency positions in primary care by the year 2000, with 57 percent of all first-year positions in one of the primary care specialties.

On behalf of the Committee on Educational Planning, Policies, and Programs,

Mr. Reaves moved that the board approve the Report on Primary Care Medical Plans, 2002 Update and that it be sent to the General Assembly by the required submission date. Mr. Cecil seconded the motion and it carried. (Appendix CC)

Report on Plans to Increase Mid-Level Primary Health Care Providers, 2002 Update

Mr. Reaves presented and moved approval of the Report on Plans to Increase Mid-Level Primary Health Care Providers, 2002 Update, and further moved that it be sent to the General Assembly by the required submission date. noted that, for the most part, the universities have made a lot of progress and that the enrollment for the Nurse Practitioner Programs and one Physician Assistant Program has increased. Mr. Cecil seconded the motion and it carried.

(Appendix DD)

UNC Report on Expanding Access to Higher Education Through State-Funded Distance Education Programs

Mr. Reaves said the third report, UNC Report on Expanding Access to Higher Education Through State-Funded Distance Education Programs, was successful. He reported over 11,000 students were enrolled in distance education courses and degree programs and two-thirds of the distance learning credit hours were in areas of critical need for the state: teacher education, nursing and health related fields, and technology. He added that the institutions are moving toward more online course and degree offerings and said that across UNC there are over 30 degree programs online with several more being developed with support from the Office of the President.

On behalf of the committee, Mr. Reaves moved that the board approve the UNC Report on Expanding Access to Higher Education Through State-Funded Distance Education Programs and that the President convey the board's approval to the General Assembly.

Mr. Broadwell seconded the motion and it carried. (Appendix EE)

Request for Information Technology Management Flexibility – The University of North Carolina at Greensboro

On behalf of the committee, Mr. Reaves moved that a request from the University of North Carolina at Greensboro for information technology management flexibility be approved. He said the request was based on a legislative initiative and a subsequent set of criteria established by the Office of the President in consultation with the campuses. Mr. Bell seconded the motion and it carried. (Appendix FF)

REPORT OF COMMITTEE ON UNIVERSITY GOVERNANCE

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

Dr. Brown reported the committee received a request from the chair of the UNC Faculty Assembly to serve *ex officio* on the Board of Governors as a board associate. He said no action was taken on the matter. Dr. Brown also reported the committee received the Joint Report on Attorney General's Debt Collection Work for UNC Hospitals and UNC Physicians & Associates.

As a matter of information, Dr. Brown announced the following vacancies on boards:

- Board of Trustees - UNC Wilmington
(Partial term ending June 30, 2003)
- Liability Insurance Trust Fund Council
(Two vacancies)

* * *

Election to Board of Trustees – North Carolina School of the Arts

On behalf of the committee, Dr. Brown moved that Ms. Peggy S. Corbitt of Greenville, North Carolina be elected to the Board of Trustees of the North Carolina School of the Arts for a partial term ending June 30, 2005. Mrs. Perry seconded the motion and it carried.

Appointment to Board of Directors – North Carolina Arboretum

Dr. Brown moved that Mrs. Anne Phillips Copenhagen of Winston-Salem and Washington, D. C. be appointed to the Board of Directors of the North Carolina Arboretum for a partial term ending June 30, 2005. Mr. Broadwell seconded the motion and it carried.

Appointments and Reappointments to Board of Trustees – UNC Center for Public Television

Dr. Brown reported there were six vacancies on the UNC Center for Public Television Board of Trustees, each for a four-year year beginning July 1, 2002. On behalf of the committee, Dr. Brown moved the following appointments and reappointments:

Lois G. Britt – Mount Olive	(Appointment)
Janet Smith Moore – Asheville	(Appointment)
Colonel Donald L. Porter – Fayetteville	(Appointment)
Constance N. Parker – Wilmington	(Reappointment)
Margaret H. Suppler – Nags Head	(Reappointment)
Ashley O. Thrift – Winston-Salem	(Reappointment)

Mr. Aldridge seconded the motion and it carried.

Appointment and Reappointments to UNC Press Board of Governors

Dr. Brown reported there were three vacancies on the UNC Press Board of Governors, each for a five-year year beginning July 1, 2002, and a partial term ending June 30, 2005. On behalf of the committee, Dr. Brown moved the following appointment and reappointments:

John P. Evans – Chapel Hill	(Appointment)
Barbara B. Moran – Chapel Hill	(Reappointment)
Wyndham Robertson – Chapel Hill	(Reappointment)
Rollie Tillman, Jr. – Chapel Hill	(Reappointment)

Mrs. Perry seconded the motion and it carried.

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REPORT OF COMMITTEE ON PUBLIC AFFAIRS

Mr. Phillips, chair of the Committee on Public Affairs, reported that during the past few months the committee received 52 proposals for the 2002 Legislative Agenda and said an additional four proposals were received at the committee meeting on the preceding day. Mr. Phillips said the recommendations also included a proposal for Voluntary Furloughs, which would allow state employees to go on an approved voluntary furlough or voluntary reduction of hours to retain benefits provided by the University. He said the committee's federal agenda would be forwarded to the board in the upcoming months.

On behalf of the committee, Mr. Phillips moved that the committee's recommendations for the 2002 Legislative Agenda be approved. The motion was duly seconded and carried. (Appendix GG)

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On a humorous and whimsical note, Chancellor Wade Hobgood presented President Broad with a pair of slippers worn by the person portraying an angel at his installation in May 2001.

PRESIDENT'S REPORT

President Broad introduced the chancellors and representatives of affiliated organizations in attendance at the meeting.

In her report to the board, President Broad commented on the state's escalating budget shortfall, Dr. William Sanders' presentation on teacher quality and student success on the preceding day, and other academic matters.

The president expressed appreciation to the 229 members of the retiring faculty from the sixteen constituent institutions, totaling 6,200 years of collective service to the University and the State of North Carolina. President Broad noted the large number of retirees

and reported 12 held distinguished professorships and three out of four have taught on a UNC campus for at least 20 years. (For President Broad's full report, see Appendix HH).

CHAIRMAN'S REPORT

Chairman Ruffin welcomed Dr. Flood back following his recuperation from surgery. On behalf of the board, Chairman Ruffin expressed sympathy to Mrs. Charlotte Todd, legislative analyst from the General Assembly, on the recent loss of her husband.

At Chairman Ruffin's request, Mr. Payne introduced Jonathan Ducote' of North Carolina State University, the newly elected president of the UNC Association of Student Governments and soon to be the student representative on the Board of Governors.

Dr. Pricilla Taylor came forward and asked Dr. Charles Coble to join her at the podium. On behalf of the Board of Governors, Dr. Taylor presented and moved approval of a resolution honoring Dr. Coble, vice president for University- School Programs, following 39 years of service to the University and the State of North Carolina. The motion was unanimously seconded by the entire board with a standing ovation. (Appendix II)

In his remarks to the board, Dr. Coble said:

I want to say some things.... My mother was a yellow-dog Democrat from Anson County, ...raised on a large farm, and a teacher for 42 years. My father was a Stanley County Republican... who was raised in an orphanage. From her I learned how to teach, beginning in my senior year when I was accepted to teach in Oakborough High School and taught my little sister. From him I learned about entrepreneurialism—buying low, selling high, compound interest, and dollar-cost averaging. So she taught me how to teach and he taught me how to make it possible to be a teacher.

It has been a great privilege to serve in all of those places that Priscilla just said and it was a real honor for President Spangler to do as only he would do—just announce to me that I was through with East Carolina University and I would be working for him. Two weeks later that was exactly what was happening and I thank Molly for the privilege of not dismissing me as soon as she came on board and for her wisdom when she created this vice president's position. It has been truly a remarkable opportunity to serve in this position and because of it; it has inspired people across the nation to establish similar positions—that PK-16 education is the absolute hope for North Carolina and for this nation.

Now I most likely will go on to work for the Education Commission of the States, created by Terry Sanford and James Bryant Conant in the '60s. So I'll continue my work to advance public education across this country and I strongly urge you to continue that work in North Carolina.

Thank you, it has been a privilege to serve with you.

Chairman Ruffin thanked Dr. Coble for his service and expressed the board's appreciation for the opportunity to visit the Center for School Leadership Development on the preceding day and for their hosting the board's committee meetings.

Chairman Ruffin said the University was fortunate to have outstanding student representation on the Board of Governors in the leadership of Andrew Payne, Jeffrey Nieman, and the other students who served before them. He noted this was the last meeting for Andrew Payne and called on Ms. Angela Bryant to present his resolution. At the chair's request, Mr. Payne, along with his parents, Mr. and Mrs. Robert Payne, joined Ms. Bryant at the podium. On behalf of the board, Ms. Bryant presented and moved approval of a resolution honoring Mr. Payne. The resolution was unanimously approved with a standing ovation by the board.

(Appendix JJ)

In his comments to the board, Mr. Payne said:

First, let me announce that this is the 30th anniversary of the Association of Student Governments and we will have a dinner during the fall semester and will present the first ever—John Sanders Student Advocate Award. Mr. Sanders has been an advocate for students—those who have served on this board and a number of students throughout the University. I am very pleased to publicly announce that the first recipient of that award is our own Chairman Benjamin Ruffin—two individuals who have been advocates for students and who have played a major role in the development of students throughout the state.

If I may, Mr. Chairman, I'd like to thank a couple of individuals.

It's been an honor to work with President Broad. I had the opportunity to accompany President Broad to the Chapel Hill-State Game to talk with students. We were standing in the aisle and because the president was so interested in what the students had to say, the ushers persisted in trying to move us away from the aisle. This is a testament to her commitment, not only to the students, but also to this University, even though she doesn't have the opportunity as the chancellors do to interact with the students on a daily basis. On behalf of the students, I just want to say thank you.

To the chairman—he's the chairman and he's a great personal friend. To the chancellors—you truly are the outstanding leaders of this University who function at the level where the real work is done, and I give special thanks to my own chancellor, Chancellor Marye Anne Fox for all that she's done for me and my home institution.

If I could, I'd like to thank Chairman Reaves for his work with the Planning Committee, and also my two honorary committee chairs on Budget and Finance—Mr. Wilson and Mr. Bell. I'd also like to thank Mr. Phillips and Mr. Mercer for their invaluable wisdom and insight on various issues.

I want to thank my past predecessor, Jeff Nieman, who is present today, and to all those who have come before us and worked so hard in advocating for students.

To the future leadership of this board, you are going to be in great hands with the student leadership and I know they look forward to working with you.

I want to thank the students because they are why students who are in leadership positions do what they do. You don't get paid for doing this and there's no glory involved in this job—you do it to talk with students. As I traveled around the state, I received "thank you's" from individuals I didn't even know who expressed appreciation for bringing their issues to the forefront. That was more compensation than anybody can give and I hope that drives you in your work on this board, because I know it continuously will drive me.

I hope you can see the power that students have and that they can work with the University—through the bond campaign, through last year's budget cuts. When we get adequate information and we understand where you are coming from then we can work together. The students are tools for the advancement of higher education in North Carolina and I hope the General Assembly will recognize that. I would say to the General Assembly that students are not the stopgap measure they are looking for and the University is going to be the instrument that gets this state out of the budget situation it's in. The University will continue as it has since the 1700's, an institution that's been around that long and will undoubtedly lead us to greater things in North Carolina.

I hope that all the members of the General Assembly who campaigned as education leaders will remember that as they make these tough decisions. The students have recognized—we are paying more but getting less and something needs to change. I think it is ultimately the General Assembly's responsibility to provide students access to the University.

This has been a truly awesome experience. I have learned more in the past two years than I did in my four years at North Carolina State. Please don't tell that to my Chancellor or any of the faculty members. This has been an invaluable experience and I really do appreciate it.

God bless you and thank you so much!

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Chairman Ruffin announced that nominations for the 2002 University Award to be held in November are due in the Office of the Secretary by June 3.

Appointment of Special Task Force to Study Tuition

Chairman Ruffin asked the following individuals to serve on a special task force to study tuition and fees and out-of-state tuition:

Mr. Cecil – Chair
 Mr. Farris
 Dr. Perry
 Mr. Phillips
 Mrs. Robinson
 Mr. Warwick
 Mr. Bell – Ex Officio (representing Budget and Finance)
 Mr. Reaves – Ex Officio (representing Educational Planning, Policies, and Programs)

Chairman Ruffin noted that he would ask Jonathan Ducote', upon his swearing in as a member of the board in July, to serve on this task force.

Comprehensive Review of Chancellors' Performance

The chairman called attention to the upcoming comprehensive review of chancellors' performance and appointed the following board members to sit in on the campus reviews:

Mrs. Little	Appalachian State University
Mrs. Barbara Perry	Elizabeth City State University
Mrs. Gage	Fayetteville State University
Mr. Keber	North Carolina A & T State University
Mr. Davis	North Carolina State University
Dr. Gilchrist	UNC Asheville
Dr. Brown	UNC Greensboro
Mr. Broadwell	UNC Pembroke

Information Resources Survey

Chairman Ruffin called the members' attention to a questionnaire included in each member's folder and asked members to return that form to Frances Hope by May 24, 2002. He said Will Atkins of the Information Resources Division was conducting a survey of the

members of the board, the chancellors, and the staff to determine the future level of interest in distributing an electronic version of the Board of Governors meeting materials.

* * *

Chairman Ruffin announced that, in accordance with the board's eight-month meeting schedule, there would not be a meeting in June. The chair noted that at the time the Governance Committee recommended the eight-month meeting schedule, it was with the understanding that the board could review it at a later date. Chairman Ruffin asked Dr. Brown to place the matter on the Governance Committee's agenda for review. The next scheduled meeting of the Board is July 12.

Chairman Ruffin also announced there would be bus transportation following the board meeting to take the members and others to the luncheon honoring the recipients of the Board of Governors Awards for Excellence in Teaching on the Chapel Hill campus at 11:15 a.m.

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On motion of Mr. Aldridge, seconded by Mr. Payne, the board voted to convene in closed session pursuant to North Carolina General Statutes Sections 143-318.11(a)(3) and 143-318.11(a)(5). 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 March 6, 2002, were presented for review and approval. On motion of Mr. Aldridge, **seconded by Mr. Souza**, the minutes were approved as distributed.

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 eight campus administrative appointments and three administrative appointments in the UNC General Administration.

In addition, the report included recommendations for appointments and promotions with conferral of tenure, and conferral of tenure at Appalachian State University, East Carolina University, Fayetteville State University, North Carolina A & T State University, North Carolina State University, UNC Chapel Hill (including four distinguished professorships), UNC Charlotte (including one distinguished professorship), UNC Greensboro, and Western Carolina University (including two distinguished professorships).

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 and classroom space for the Center of Development Science. On behalf of the committee, he moved that the request be approved and transmitted to the Council of State for final action. Mr. Wilson seconded the motion and it carried.

Acquisition of Property – Appalachian State University

Mr. Bell presented a request from Appalachian State University to acquire property located west of the Broyhill Inn and Conference Center in Boone. Mr. Bell moved that the request be approved and transmitted to the Council of State for final action. Mr. Keber seconded the motion and it carried.

Acquisition of Property – North Carolina School of the Arts

Mr. Bell presented a request from the North Carolina School of the Arts to acquire a parcel of property and a wood frame house located adjacent to the campus in Winston-

Salem. Mr. Bell moved that the request be approved and transmitted to the Council of State for final action. Mrs. Perry seconded the motion and it carried.

REPORT OF COMMITTEE ON UNIVERSITY GOVERNANCE

Authorization of Litigation – North Carolina State University

Dr. Brown, chair of the Committee on University Governance, presented the committee's report. He reminded the members that in 1998 the board delegated authority to the committee to authorize a constituent institution to file suit in the name of the Board of Governors. In accordance with that authority, the committee, at its meeting on the preceding day, approved two requests from North Carolina State University to initiate litigation.

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On motion of Mr. Grainger, seconded by Mr. Reaves, the board voted to reconvene in open session.

RESUMPTION OF OPEN SESSION

REPORT OF COMMITTEE ON PERSONNEL AND TENURE

Summary Personnel Report

Mr. Souza said the committee's report included eight campus administrative appointments and three administrative appointments in the UNC General Administration:

- Marion Gillis-Olson, Dean of the School of Education
Fayetteville State University
- Lucinda Lavelli, Provost and Vice Chancellor for Arts and Academic Programs,
North Carolina School of the Arts
- Mark W. Padilla, Vice Chancellor for Academic Affairs
UNC Asheville
- James M. Anderson, Department Chair, Cell & Molecular Physiology, UNC Chapel
Hill School of Medicine
- Amy Dykeman, University Librarian
UNC Charlotte

- Thomas Reynolds, Associate Provost for Graduate Programs and Dean of the Graduate School, UNC Charlotte
- Mary Murchison Gornito, Vice Chancellor for University Advancement, UNC Wilmington
- William K. Harmon, Chair, Accountancy and Business Law, UNC Wilmington
- Dutchess F. Maye, Teacher Academy Fellow for Instructional Design at the North Carolina Teacher Academy, UNC General Administration
- Judith A. Rizzo, Director of the James B. Hunt, Jr., Institute for Educational Leadership and Policy, UNC General Administration
- Rebecca Zulli, Research Associate for University School Programs at the NC Education Research Council, UNC General Administration

In addition, the report included recommendations for appointments and promotions with conferral of tenure, and conferral of tenure at Appalachian State University, East Carolina University, Fayetteville State University, North Carolina A & T State University, North Carolina State University, UNC Chapel Hill (including four distinguished professorships), UNC Charlotte (including one distinguished professorship), UNC Greensboro, and Western Carolina University (including two distinguished professorships).

On behalf of the committee, Mr. Souza moved, seconded by Mr. Grainger, that the committee's report be approved. The motion carried. (Appendix KK)

Mr. Souza reminded the members that the board would not meet in June and called attention to the resolution in each member's folder asking for a delegation of authority for the committee to approve appointments and set compensation during that period of time. In recognition of the probable budget cuts the University will face in the 2002-2003 fiscal year in order for the State to have a balanced budget, Mr. Souza said the committee requested that the original Resolution on Salary Increases 2001-2002, effective May 10, 2002, restricting salary increases, be modified. The resolution would permit campuses to come to the Personnel Committee to request exceptions. The committee felt it was incumbent to address this issue and

be consistent with the restrictions placed on other state employees. On behalf of the committee, Mr. Souza moved that the resolution be approved. Ms. Bryant seconded the motion and it carried. (Appendix LL)

* * *

There being no other business the meeting was adjourned at 11:10 a.m.

Secretary

APPENDICES

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

Appendix A	Tuition Table (Exhibit 12), Appendix D-14 from March 6, 2002, Board of Governors Minutes	Attached
Appendix B	Approval of the North Carolina Arboretum Proposed Parking Fee, effective September 1, 2002	Attached
Appendix C	Approval of Amendments to Budget Flexibility Reporting Procedures, NCSSM	Attached
Appendix D	Authorization to Sell Revenue Bonds, UNCW	Attached
Appendix E	Approval of the Request to Consolidate Bond-Related Accounts, WCU	Attached
Appendix F	Authorization to Establish the Bachelor of Science in Athletic Training, UNCC	Attached
Appendix G	Authorization to Establish the Bachelor of Science in Statistics, UNCW	Attached
Appendix H	Authorization to Establish the Master of Public Health, ECU	Attached
Appendix I	Authorization to Establish the Master of School Administration, NCA&T	Attached
Appendix J	Authorization to Establish the Master of School Administration, NCCU	Attached
Appendix K	Authorization to Establish the Master of Arts in Teaching, UNCC	Attached
Appendix L	Authorization to Establish the Master of Science in Computer Science and Information Technology, WSSU	Attached
Appendix M	Authorization to Plan the Doctor of Physical Therapy, UNCCH	Attached
Appendix N	Authorization to Plan the Doctor of Philosophy in Curriculum and Instruction, UNCC	Attached
Appendix O	Authorization to Plan the Doctor of Philosophy in Infrastructure and Environmental Systems, UNCC	Attached
Appendix P	Authorization to Establish the Doctor of Philosophy in History, UNCG	Attached
Appendix Q	Authorization to Establish the Doctor of Philosophy in Marine Biology, UNCW	Attached
Appendix R	Approval of Licensure for the Art Institute of Charlotte to Conduct Degree Activity in Charlotte for an Associate of Applied Arts in Culinary Arts	Attached
Appendix S	Approval of Licensure for Miller-Motte Technical College to Conduct Degree Activity in Wilmington for an Associate of Applied Science in the following fields: Accounting, Business Management, Massage Therapy, Medical Assisting, Microcomputer Applications, Office Administration, and Surgical Technology	Attached
Appendix T	Approval of the eBusiness Technology Institute, UNCC	Attached
Appendix U	Approval of the Center for Optoelectronics and Optical Communications, UNCC	Attached

Appendix V	Approval of the request to change the name of the College of Nursing and Health Professions, UNCC	Attached
Appendix W	Approval of the Resolution to Honor Retiring Faculty	Attached
Appendix X	Approval of the Resolution to Honor Retiring Staff	Attached
Appendix Y	University of North Carolina Association of Student Governments – Budget	Attached
Appendix Z	Authorization of the Sale of Bonds – System-Wide	Attached
Appendix AA	Authorization of Non-Appropriated Capital Improvements Projects	Attached
Appendix BB	Repeal of Regulations on Minimum Undergraduate Course Requirements	Attached
Appendix CC	Report on Primary Care Medical Education Plans, 2002 Update	Attached
Appendix DD	Report on Plans to Increase Mid-Level Primary Health Care Providers, 2002 Update	Attached
Appendix EE	UNC Report on Expanding Access to Higher Education Through State-Funded Distance Education Programs	Attached
Appendix FF	Request for Information Technology Management Flexibility – UNC Greensboro	Attached
Appendix GG	Recommendations for UNC 2002 Legislative Agenda	Attached
Appendix HH	President’s Report	Attached
Appendix II	Resolution Honoring Dr. Charles R. Coble	Attached
Appendix JJ	Resolution Honoring R. Andrew Payne	Attached
Appendix KK	Summary Personnel Report	Attached
Appendix LL	Resolution Authorizing Committee on Personnel and Tenure to Act on Behalf of Board of Governors	Attached