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 UNIVERSITY OF CENTRAL FLORIDA
 LIVE OAK BALLROOM
 ORLANDO, FLORIDA
 JUNE 18, 2009

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The Chair, Sheila M. McDevitt, convened the meeting of the Board of Governors, State University System of Florida, in the Live Oak Ballroom, University of Central Florida, Orlando, Florida, June 18, 2009, at 12:55 p.m., with the following members present: John Dasburg; Ann Duncan; Charlie Edwards; Frank Martin; Tico Perez; Carolyn K. Roberts; Commissioner Eric Smith; Dr. Judith Solano; Gus Stavros; Norman Tripp; and Dr. Zach Zachariah. Ms. Ava Parker, Vice Chair, participated by telephone.

1. Call to Order and Chair's Report

Ms. McDevitt expressed her thanks to Board members and Presidents for their participation in the meeting. She also thanked President John Hitt and his outstanding staff for serving as gracious hosts for the meeting. She expressed her special thanks for the barbecue the previous evening.

Ms. McDevitt said when the Board had met in March, the mid-point of the Legislative Session, Board members were unsure how the Session would end and were concerned about the SUS budget. She said she had reviewed the Session outcomes and the budget outcomes during the Board's May telephone conference meeting. She said she wanted to thank all who assisted with the Board's legislative agenda – Board members, University Presidents and staff, especially the President-in-Residence, John Delaney, Board staff, and numerous external supporters, such as the Florida Chamber and the Council of 100. She said she had heard compliments from Legislators and legislative staff about members of the System working well together. She said this had assisted in providing an effective message from the SUS. She said the Board had been successful in getting funding for medical education. Both UCF and FIU had gotten the funds they had requested; that success had also benefited the medical funding requested by UF and USF.

Ms. McDevitt also extended her thanks to Governor Crist for his tenacity and early strong support for increased tuition and his recognition of a strong higher education governance system. She said the Governor had now signed the differential tuition legislation. She noted that the universities would benefit greatly from this revenue in coming years. She said she also wanted to acknowledge the legislation

regarding the Prepaid Agreement the Board had entered with the Prepaid Board in February. She noted that the Legislature had adopted language that differed somewhat from the earlier Agreement, and those changes were on the agenda for approval later in the meeting. She said this would also result in long-term benefits to the universities, and dollars on which the universities could rely.

She commented on other legislation or proviso of note, including the assistance this Board was to provide the Office of Program Policy Analysis and Government Accountability in a review of best practices for student health policies at universities; and developing a funding methodology for each four-year Doctor of Medicine. Ms. McDevitt said the Board had addressed increasing residencies when it had approved the new medical schools at UCF and FIU, and with current congressional interest in health care, she said this was a good time to work with Congress on additional residencies in Florida. She noted that this Board had previously taken a position on excess hours, and a 50 percent tuition surcharge after completion of 120 percent of required credit hours for resident students was now implemented in law. She said there was also new legislation which implemented the recommendations of the Distance Learning Task Force, including a definition of distance learning.

Ms. McDevitt noted that with the federal stimulus money, the universities had experienced a slight increase in funding, which was far better than had been expected in the last days of Session.

She said it was important to continue to remember the many challenges facing the SUS. She said that funding was at the top of that list. She said it was the Board's job to continue to send the message, which seemed to have been heard this year, about how much the University System was the key to change and the transformation of the economy, that graduates were needed to fill jobs. She said the universities produced research and innovation, and the development of new technology and new jobs. She commented that the Board had focused in March on commercialization; the topic for this meeting had been the dynamism of the I-4 High Tech Corridor. She said she wanted to continue to bring this message to the public through these Board meetings. The SUS had an important role in moving the state to a 21st century economy.

Ms. McDevitt emphasized that the SUS was not just looking for additional dollars. She said the System needed to work with partners in building a great state. She said that earlier in the month, she had attended the annual meeting of the Florida Association of Colleges and Universities, and the discussions had focused on transforming the economy. She said that Senate President Jeff Atwater had been at the meeting and had given almost the same message. She said Senator Atwater reiterated that the SUS was key to the economy and key to the state's continued health and well-being. He had said the universities needed to keep asking for state support and that he was committed to excellence for the SUS.

Ms. McDevitt said now was the time to plan how the SUS would be funded when the stimulus money ended. The SUS needed to be prepared for that transition. She said she had some ideas. She noted she was pleased that legislators felt the Board was sending the right message about the value of higher education. She encouraged everyone to think about ideas and ways to re-build the System's General Revenue base, in the transition after the stimulus money ended. She said the System needed to develop a funding base which was predictable going forward. She said the Board would be looking again at university missions, keeping in mind the changes in the economy. She said she wanted to optimize all the creativity in the University System. She said it was also important to build bridges to the private institutions. She said that the more the universities were together, all the better.

She said she wanted to re-activate the Accountability Committee and revisit the accountability issues that Committee had developed. She said that work was relevant to the work of the Budget Committee in assessing the expenditures of the differential tuition. She said the Board should re-evaluate all the different accountability reports that were filed and combine them into one report. She said that as the Budget Committee developed the format to report how the universities were using the additional tuition, this could be the model which would accommodate all the reports.

Ms. McDevitt said that several weeks ago, the Florida Student Association had elected its new Chair for this academic year, John Barnes. She said John was a senior at UNF, student body president, and active in a number of campus organizations.

She reported that since the last Board meeting, the universities had enjoyed another graduation season. She estimated that by the end of Spring, the SUS would have graduated over 50,000 students with bachelor's degrees, over 14,000 Masters degrees, 1900 students with doctorates, and 2100 students with professional degrees. She said this was a good record for one year.

Ms. McDevitt noted that the previous December, an FSU student and football player, had been selected as a Rhodes Scholar. She said this had piqued her interest in other awards to students in the SUS. She said that during the 2008-2009 academic year, a total of 653 academic awards, grants and scholarships were given to students in recognition of outstanding academic achievement and/or special talents. She said that of these, 90 were nationally recognized scholarships, as follows: 33 Fulbright awards, 6 Goldwater awards, 2 Kellogg awards, 3 National Institutes of Health, 30 from the National Science Foundation, 9 Rotary awards, 1 Rhodes, 3 Truman awards, and 3 Udall awards.

Ms. McDevitt said in gathering this information, staff had learned of a special student at UCF. She invited President Hitt and Ms. Lalita Booth to the podium as she described Ms. Booth's story. She said Ms. Booth had been a repeat runaway by the time she was 12. She dropped out of high school and married at 17, and soon thereafter, was

a homeless single mother with no income. Her life was in turmoil until, at age 23, she enrolled at Seminole Community College.

After Ms. Booth graduated from SCC, she transferred to UCF where she was a double major in finance and accounting with a 4.0 GPA. As a result of her early struggles with poverty and homelessness, she founded the Lighthouse for Dreams Financial Literacy Project, a nonprofit program that taught teens and children in foster care how to manage money. Her work with this program and her commitment to public service earned her recognition as the first UCF recipient, in 2008, of a Harry S. Truman Scholarship. Ms. Booth had also received a number of other prestigious scholarships.

Ms. McDevitt said Ms. Booth was an Honors College graduate from UCF this Spring, and would begin master's studies at Harvard this fall. She intended to focus on social entrepreneurship and nonprofit administration to make financial education more widely available to those in need. Ms. McDevitt said she was well on her way to achieving her ultimate dream of attending Harvard Law School.

President Hitt said he was very proud to stand here with one of UCF's truly outstanding students. He said UCF greatly benefited from its partnerships with the local community colleges. He said all could rejoice in Ms. Booth's story and her success in overcoming so many challenges. He said he had only praise for all the faculty members at SCC and UCF who had guided her.

Ms. Booth said she wanted to highlight only one thing, and that was that she had been nurtured. She said students understood about taking advantage of the opportunities presented by higher education. She said what she had gotten at UCF was tremendous infrastructural support. She said more students could shine if universities stepped up the intensity of support for students and increased the availability of student services. She said UCF exemplified this type of outstanding student support. She said her professors had encouraged her to speak with them and had helped her plan her time at UCF wisely.

Members of the Board and the audience stood and applauded Ms. Booth. Ms. McDevitt said students were the reason for serving as members of this Board. She said they needed to remain vigilant about need-based aid. She said it was the key to finding other Lalita Booths, students who had the talent but needed the financial assistance to achieve their goals.

Ms. McDevitt thanked President Machen for his commitment to First Generation Opportunity Scholarships. She said she had attended a luncheon at UF with some of the students with these scholarships. She said they had expressed the desire to go back and encourage their younger siblings and friends to pursue higher education.

Ms. McDevitt commented that there were many changes in the System. She said this Board was looking for a new Chancellor; she hoped for a good outcome on that

search. She said the previous day, President Wetherell had announced that he was stepping down from the helm at FSU. She said the Board owed him a debt of gratitude and appreciation for keeping the Board on its toes at all times. She said he had made FSU a better place. She said he had also served as President of Tallahassee Community College, as head of the Independent Colleges and Universities of Florida organization, and as a legislator and Speaker of the House. She said he was a true public servant who had made significant contributions to this state. She extended to him the best wishes and appreciation of this Board.

2. Recognition, President Modesto "Mitch" Maidique

Ms. McDevitt said this was the last meeting for President Mitch Maidique as President of FIU. She said his record, over 23 years, was remarkable. She noted that it was clear, on several levels, President Maidique had turned FIU into a real research university. She said the campus had been transformed with sculpture and new architecture. He had successfully lobbied and achieved new law and medical schools, and had developed clusters of programs which allowed for synergies of activity. She said he had literally changed the face of FIU.

Ms. McDevitt noted that this August, President Maidique and FIU would welcome its first class of medical students. She said Dr. Maidique had lobbied for this school through all sorts of governance structures, including the Board of Regents, the Florida Board of Education, the FIU Board of Trustees, and this Board of Governors. She said she was glad he had spent his life devoted to higher education. He had done so much for FIU and for Miami-Dade County in opening opportunities to students for higher education. She noted that he was now the longest serving university president of a public research institution in the nation.

Ms. McDevitt read the following Resolution, signed by all the members of the Board.

WHEREAS, Dr. Modesto A. "Mitch" Maidique has served the State of Florida and Florida International University, with distinction, as FIU's fourth President, serving from October 1986, to August 2009, the longest serving President in the State University System; and

WHEREAS, for more than two decades, Dr. Maidique has provided an unyielding commitment to the University, and imagined, and realized, Florida International University as a major research university; adding 22 new doctoral programs, including a College of Medicine, approved by the Board of Governors and the Florida Legislature in 2006; growing research expenditures from \$6 million to nearly \$110 million; and achieving the highest research classification by the Carnegie Foundation; and

WHEREAS, during President Maidique's lengthy tenure, the physical space on the campus grew from about 2 million gross square feet to over 7 million square feet, adding buildings to house law, graduate business, architecture, education, life sciences, chemistry and nursing programs, as well as student housing, parking garages, a Presidential House, a football stadium and a Performing Arts Center, completely remaking the campus; and

WHEREAS, President Maidique has worked tirelessly to improve the educational opportunities for students in South Florida, overseeing the growth of FIU from 16,000 to over 38,000 students, while also raising more than \$375 million in cash charitable contributions and state matching funds, and over \$100 million in gifts in-kind to support the University's mission and its students; and

WHEREAS, to all his activities Dr. Maidique has always brought his personal and life-long commitment to higher education, and during his tenure at Florida International University, he has been an outspoken advocate for excellence at the University and within the State University System; now therefore

BE IT RESOLVED that the members of the Board of Governors, meeting in the Live Oak Ballroom, on the campus of the University of Central Florida, in Orlando, on this eighteenth day of June, 2009, do hereby commend Dr. Modesto A. Maidique for his contributions to Florida International University and to the State University System, and do wish him and his wife, Nancy, well; and

BE IT FURTHER RESOLVED that the resolution be presented to Dr. Maidique as a token of the Board's appreciation and thanks.

Members of the Board concurred unanimously in the Resolution.

President Maidique told an anecdote from his recruitment to FIU. He said he had been asked whether he would stay for more than three years, noting that he would be taking a drop in pay to take this job. He said he had responded that he could not do anything significant in less than five years. He estimated that he had now worked with more than 100 Regents, Trustees and members of this Board. He said he had learned from all of them. He said he had also worked with more than 30 Presidents, and at least two Acting Chancellors and six Chancellors.

He said he particularly wanted to thank the Board Chair, Ms. McDevitt, as she had made the motion to approve the two new medical schools. He said this Board's predecessor had made the right decision 37 years ago to establish FIU. He said he was still trying to win Dr. Marshall's vote, as the Board's vote on the medical school had been 16 to 1.

He quoted Yogi Berra that “a lot of good things happen when you hang around a long time.” He said he would remain at FIU as Professor in the College of Business Administration and as the Executive Director of the new Center for Leadership. He said he was already planning journal articles and a book. He said he had bought a new boat and he thanked Mr. Dasburg for his advice about that purchase. He said he planned to enjoy his two children, his five grandchildren in Connecticut and Colorado. He recognized and thanked his lovely and beautiful wife, Nancy.

Mrs. Roberts added a personal comment. She said that when she had begun her service on the Board of Regents in 1989, President Maidique had been one of the first University Presidents to call and welcome her. She said he had been a kind and generous mentor. She noted that he had provided leadership to the state, well beyond Miami. She said she knew that he appreciated what could happen in this country with a fine education. She said she cherished his friendship and congratulated him on his service.

Mr. Edwards said he had begun on the BOR before Mrs. Roberts. He said President Maidique came to visit with a student who had talked about how important it was to have a law school and a medical school at FIU.

Mr. Dasburg said that Dr. Maidique brought a real passion for leadership to the Miami-Dade community. He said Dr. Maidique knew more about leadership than anyone. He said leaders really mattered in events and in history. He said leaders were unique; they could change the current of events. He said he knew Dr. Maidique and the history of FIU. He said he could not help thinking that Dr. Maidique’s vision, his passion, his obsession about FIU, and all the changes at FIU over the past 23 years, could only have happened under Dr. Maidique’s leadership. He said FIU was Mitch Maidique’s University.

3. Approval of Minutes of the Meetings of the Board of Governors held March 25, 2009, and March 26, 2009; and Minutes of the Meetings of the Board of Governors, held by Telephone Conference Call, April 24, 2009, and May 7, 2009

Mr. Tripp moved that the Board approve the Minutes of the Meetings of the Board of Governors held March 25, 2009, and March 26, 2009, as presented, and the Minutes of the Meetings of the Board of Governors, held by telephone conference call, April 24, 2009, and May 7, 2009, as presented. Ms. Duncan seconded the motion, and members of the Board concurred.

4. Report, President-in-Residence

President Delaney said Chair McDevitt had presented an excellent summary of the past weeks. He said they had been engaged in discussions about how the State University System could use enhanced revenues. He said members of the Legislature

and the Governor recognized the value of investing in the SUS. He also expressed his thanks and appreciation for President Maidique's outstanding service to FIU, to the SUS and to the state.

5. Discussion, How Universities are Managing the Budget Reductions

Ms. McDevitt said that to help Board members understand how the universities were managing their budget reductions, past and current, and to begin a dialogue, she had invited Presidents from different sized universities to review how they were managing the cuts. She said Presidents Machen, Hitt, and Bradshaw had been invited to speak. President Bradshaw, unfortunately, had been invited to give a eulogy, so Provost Toll was here in his place. She said this was to be a dialogue; she invited members to participate in the discussion.

President Machen said he wanted to make several points. He said this was really a three-year story. Some units had absorbed much greater cuts, but in the aggregate, the University had lost about 20 percent in revenue over that time period. He said this was a serious problem and merited a longer look. He said the University had begun a review in February to reaffirm the University's principles and primary focus. He said the Deans had been asked to present their cuts, up to 10 percent, by priority order, and to post them to the website. This was done well before the Legislative Session. He said they were now just waiting to learn the size of the cuts from the Legislature. He said senior University administrators had selected targeted cuts which would not do any long-term damage to the University. He cautioned Board members not to be lulled into thinking the universities were "held harmless" because of the federal stimulus money. They were "held harmless" only if the stimulus money was viewed as recurring dollars.

He said UF would lose approximately \$72 million in General Revenue recurring funds by June 2011. He noted that a total of \$42 million of ongoing revenue would have been removed from the UF budget by July of this year. He said UF had not yet seen any stimulus funds. He said the cuts were primarily unfilled positions. He noted that it would take over half of the stimulus money to handle the phase-out of the cuts. He said by the end of this year, the budget would have been reduced to the appropriated amount. He said he remained hopeful about the return of the state's economy, but he remained cautious about the projections. He said he had reduced the entering enrollment by 1000 students. He said he did not know when they would be able to hire faculty again.

President Hitt said he had a similar story at UCF. He reported that over the past two years, since 2007, about \$38.9 million had been cut. He said for each of these two years, they had taken six percent across-the-board cuts, and had reduced expenditures by about 50 percent. UCF had reduced energy consumption by 22 percent. He said there were 137 vacant faculty positions, and 56 vacant staff lines. He reported that this year, UCF lost another \$38.3 million in recurring state funds. Over the two years, UCF

had experienced a 27 percent loss in state support. He said they had been driven to looking at programs. He said that he would recommend to the Board of Trustees later in the summer, the elimination of five programs. He estimated that this would save about \$6.1 million. He said 45 faculty positions and six staff jobs would be eliminated. He noted that this represented about 3.1 percent of the total academic budget. He commented that UCF would be receiving \$18.3 million in federal stimulus funds, but this money would be gone from the budget at the end of that two-year period. He said he viewed the stimulus money as a pier out into the water, not as a bridge.

He said they were balancing the pain by cutting administrative budgets. He said they had taken \$3.7 million in administrative cuts. He explained a \$6.1 million reduction in academic expenditures. He showed a bar graph projecting revenues and expenditures, with a projected \$12 million gap in 2011-2012. He said it would take to 2013-2014 to close the gap between expenditures and revenues. He said these projections assumed no further cuts and no new General Revenue.

Ms. Duncan inquired whether in making the academic cuts, the University was having discussions about where the dollars would go once the funding returned. Dr. Hitt said the Board of Trustees was engaged in discussions of its strategic plan.

Provost Toll explained that Florida Gulf Coast University faced substantial challenges. He said FGCU was in a different phase. He said FGCU was in growth mode and was still building capacity. He said they had put in place several operational strategies to manage the reductions. He said they would eliminate unfilled positions and resist filling positions as they opened. He said they would be cautious about re-directing funds. He said they planned efforts to reduce costs and implement further efficiencies. He said they would increase productivity, by increasing section size from 26 students to 32 students. He said they had established a planning and budget council across the entire University, and that in an effort to be transparent, all the budget information was posted to the website. He said they had experienced a loss of \$1 million in their reserves.

He explained that they would benefit from the additional funds generated by the tuition differential. He said they were generating their own photovoltaic power which would save millions of dollars. He said FGCU still had not established its critical mass, so it would continue to grow and to add programs selectively so students would continue to come and stay at FGCU to graduate. He said it would also increase their reliance on adjunct faculty. He added that the reductions would require FGCU to focus on its mission critical goals. He said they would emphasize quality and meeting the needs of the community, but that they would be adding capacity and would continue to grow. He noted that more harm would be done to their bottom line by not growing.

President Genshaft said USF had begun preparing for budget reductions three years ago. President Maidique said this was the time to point the System in the right

direction and how well each institution fit the overall strategy. He said the universities obtained funds through research and partnerships, as well. He said FIU had looked at the costs of programs, and had already eliminated 34 programs, with three more to go.

Ms. McDevitt said she appreciated hearing how the universities were dealing with these reductions. She said these were difficult times, and she hoped the economy would strengthen over the next three years. She said Board members were well aware that the university budgets were not "held harmless." She said this underscored how important it was to work now on figuring out how to replace the lost state dollars and the stimulus dollars, as well as building in predictability. She said the universities needed to continue their economic development and graduate and research activities. She noted that the universities were trying to do the best with what they had.

Dr. Solano said she understood how difficult it was to make decisions about budget reductions. She said reorganization of programs and the need to eliminate programs underscored the importance of university policies, in place, for the involvement of faculty in these discussions. She said she hoped the universities would not use financial exigency to ignore or bypass these policies. She said that if UF could engage its faculty in these discussions, there was no reason why the other universities could not do the same. She said if there needed to be layoffs, the faculty contracts contained articles governing the layoff of faculty. She said she did not doubt that the universities were following the contract provisions, but she was concerned about violating the spirit of the contracts.

Dr. Solano said she was concerned about the reorganization of a unit for the purpose of creating a layoff unit. She said she understood that after a reorganization of a department within the College of Engineering at FAU, five tenured faculty members had received lay-off notices. She said this was somewhat suspect. She said UFF did plan to enforce the contract to ensure that these five faculty members were assured their due process. She commented that when faculty members were threatened, everyone should be concerned. She said it was the faculty who would enable the universities to become the economic engines of the future, as they were the ones doing the teaching and research. She said she was concerned that the mission of the universities was threatened. She said she would be watching as the universities navigated these difficult times.

Ms. McDevitt recognized former Representative David Mealor in the audience. She said he was now working at UCF, but as a legislator, he had been instrumental in helping create and fund the Centers of Excellence.

Provost Cynthia Hughes-Harris, FAMU, said FAMU had also been affected by the cuts. She said that faculty involvement had been critical over the past several months in reviewing the University's budget. She said the Board of Trustees had not yet met to discuss the budget decisions. She said they were looking at travel money and

salary adjustments, but not cuts yet. Ms. McDevitt said she had read about possible HBCU negligence. Dr. Hughes-Harris said FAMU was not affected.

Mr. Stavros said he did not want the Board to forget about the "brain drain." The loss of great faculty affected the quality of instruction.

6. Approval, Addendum to the Agreement between the Florida Prepaid College Board and the Board of Governors

Ms. McDevitt said that during the May conference call meeting, the Board had discussed the legislative revision to Prepaid's payment obligations set forth in this Board's Agreement with the Prepaid College Board. She said that the previous week, the Prepaid Board had approved an addendum to that Agreement to revise its payment obligations so that they were consistent with the new statutory provisions which required Prepaid to pay the universities a minimum increase of 5.5 percent on all Prepaid contracts in effect as of July 1, 2009, the majority of which were exempt from the differential tuition requirements, up to a maximum increase of 7.0 percent depending on the level of the Prepaid Trust Fund actuarial reserve.

Mr. Edwards moved that the Board approve the Addendum to the Agreement between the Florida Prepaid College Board and the Board of Governors, as presented. Dr. Zachariah seconded the motion, and members of the Board concurred.

Ms. McDevitt said the Agreement also required the creation of a Joint Study Committee comprised of three members of each board, no later than 60 days after the Effective Date of the Agreement, which would be July 1, 2009. She said the Prepaid Board had named three of its members the previous week, Mr. Ted Hoepner, Ms. Marianne Edmonds, and Mr. Dwight Ottenstroer. She said this Board also needed three members on this Joint Study Committee. She said the purpose of the Committee was to recommend measures to the respective boards and to the Legislature for maintaining a cost effective and financially sound Prepaid program. She said that since she had been heavily involved in Prepaid issues for some time, she proposed that she serve on this Committee along with Mr. Edwards and Mt. Tripp.

Mrs. Roberts moved that the Board approve the Board members of the Joint Study Committee, as presented. Dr. Zachariah seconded the motion, and members of the Board concurred.

7. Consent Agenda:

- A. Final Approval, BOG Regulations Approved for Notice in March: Regulation 6.0105, Student Conduct and Discipline; Regulation 10.001, Self-Insurance Programs; Regulation 17.001, Leasing Authority; and Regulation Chapter 21, Campus Master Plan

Ms. McDevitt said these Board Regulations had been approved for notice in March. There were no comments on the proposed Regulations.

Mr. Perez moved that the Board approve Regulation 6.0105, Student Conduct and Discipline; Regulation 10.001, Self-Insurance Programs; Regulation 17.001, Leasing Authority; and Regulation Chapter 21, Campus Master Plan, as presented. Ms. Duncan seconded the motion, and members of the Board concurred.

B. Approve, Notice of Intent to Repeal BOG Regulation 4.002, Presidential Search, Selection, Appointment and Evaluation

Ms. McDevitt said this regulation was originally a Board of Regents rule and was now obsolete. She said it had been retained as a placeholder for presidential employment issues during the development of BOG Regulation 1.001, University Boards of Trustees Powers and Duties, which became effective in March 2009. This regulation could now be noticed for repeal.

Mr. Perez moved that the Board approve the Notice of Intent to Repeal BOG Regulation 4.002, Presidential Search, Selection, Appointment and Evaluation, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Ms. Duncan seconded the motion, and members of the Board concurred.

8. Action Items/Status Reports, Board Committees:

A. Budget, Finance and Business Operations Committee

1. Approve, University Requests for Tuition Differential

Mr. Perez reported that the Budget Committee had reviewed the universities' requests to implement a tuition differential fee effective fall semester 2009, by telephone conference call on June 9, 2009. He said the Committee had recommended adoption of the requests and their plans for the use of these additional monies.

Mr. Perez moved that the Board approve the universities' requests, as well as the plans for the expenditure of these funds, as presented. Mr. Tripp seconded the motion, and members of the Board concurred.

Mr. Perez thanked Ms. McDevitt for appointing the university and staff committee to develop the procedures regarding

the 30 percent of the revenues to be expended on need-based financial aid.

2. Approve, Notice of Intent to Amend BOG Regulation 9.011, University Direct Support Organizations and Health Services Support Organizations

Mr. Perez moved that the Board approve the Public Notice of Intent to Amend BOG Regulation 9.011, University Direct Support Organizations and Health Services Support Organizations, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Mr. Martin seconded the motion, and members of the Board concurred.

3. Approve, Notice of Intent to Repeal BOG Regulation 9.020, University Health Services Support Organizations

Mr. Perez said the language previously included in BOG Regulation 9.020, University Health Services Support Organizations, was now incorporated in BOG Regulation 9.011, University Direct Support Organizations and Health Services Support Organizations. A separate regulation was no longer needed.

Mr. Perez moved that the Board approve the Public Notice of Intent to Repeal BOG Regulation 9.020, University Health Services Support Organizations, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Ms. Duncan seconded the motion, and members of the Board concurred.

B. Chancellor Search Committee

Mrs. Roberts reported that the Chancellor Search was in the "quiet phase." She said she continued to work with the Committee's consultant, Bill Funk, in building a pool of applicants. She said he was prepared to report to the Committee a number of candidates for the position. She announced a tentative date for the Committee to meet, but noted that this date and time might change. A tentative meeting of the Search Committee was scheduled, to be held by telephone conference call, Monday, June 29, 2009, at 1:00 p.m. She said she expected Mr. Funk to provide the Committee with names of candidates at that meeting. She said the members of the Committee would receive candidate resumes a few days prior to the telephone conference call. As a part of that meeting, members

of the Committee would decide who to invite for interviews. She said the Committee would also decide the date and place for the interviews.

C. Trustee Nomination and Board Procedures Committee;
Approve, Appointment, FIU Trustee

Dr. Zachariah reported that the Trustee Nomination Committee had met earlier in the day and after consideration, had recommended that Mr. S. Lawrence Kahn, III, be appointed to the FIU Board of Trustees, to serve a term ending January 6, 2011. He moved that the Board approve the appointment of Mr. S. Lawrence Kahn, III, to the FIU Board, for the term ending January 6, 2011, as presented. Mr. Edwards seconded the motion, and members of the Board concurred.

Dr. Zachariah said the Committee had also discussed the process to be followed in the appointment of the 21 Trustee vacancies for terms ending January 6, 2010. He said the Committee had agreed that there were too many vacancies for the full Committee to interview all the applicants. He said it had worked well for the FIU vacancy for two Committee members to review the applications for that vacancy, interview the applicants and bring their recommendations, reached independently, to the Committee for its consideration.

He recommended that the Committee follow a similar procedure in filling the 21 vacancies. He said the Committee had agreed. He said that Committee members would be assigned to each of the universities, so that two Committee members would have the primary responsibility for reviewing the applications and interviewing the applicants for each university. He said he would be working with the Corporate Secretary in assigning these responsibilities to members of the Committee.

D. Student Affairs and Campus Life Committee

Ms. Duncan reported that the members of the Committee had received an update on university activities to prepare for the veterans enrolling in the universities under the new G.I. Bill. She advised Board members that a Veterans Symposium on the G.I. Bill would be held at USF on November 6, 2009. She said the Committee had also heard a presentation on alcohol abuse, which was one of the priority issues of the Vice Presidents of Student Affairs.

1. Approve, Notice of Intent to Adopt BOG Regulation 6.014, Student Governments

Ms. Duncan moved that the Board approve the Public Notice of Intent to Adopt BOG Regulation 6.014, Student Governments, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Mr. Perez seconded the motion, and members of the Board concurred.

2. Approve, Notice of Intent to Repeal BOG Regulation 6.015, Student Records and Reports

Ms. Duncan moved that the Board approve the Public Notice of Intent to Repeal BOG Regulation 6.015, Student Records and Reports, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Mr. Perez seconded the motion, and members of the Board concurred.

E. Strategic Planning and Academic and System Oversight Committee

Mr. Martin reported that after reviewing the items, the Committee had recommended a waiver of the policy of waiting to the next scheduled Board meeting for final approval of items 1. through 6., following, in order to authorize final approval at this meeting. He moved that the Board approve the waiver, as presented. Mr. Edwards seconded the motion, and members of the Board concurred.

1. Approve, Revised Classification of Doctorate Programs in Academic Program Inventory

Mr. Martin moved that the Board authorize an administrative split of research and professional doctorate programs on the Academic Programs Inventory for the purpose of data reporting, as presented. Mr. Edwards seconded the motion, and members of the Board concurred.

2. Approve, Ph.D., Nutritional Sciences, UF

Mr. Martin moved that the Board approve the Ph.D. in Nutritional Sciences at the University of Florida, CIP Code 30.1901, as presented. Mr. Edwards seconded the motion, and members of the Board concurred.

3. Approve, Ph.D., Sport Management, FSU

Mr. Martin moved that the Board approve the Ph.D. in Sport Management at Florida State University, CIP Code 31.0504, as presented. Mr. Edwards seconded the motion, and members of the Board concurred.

4. Approve, Termination, Ph.D. and Ed.D., Educational Psychology, UF

Mr. Martin moved that the Board approve the termination of the Ph.D. and Ed.D. in Educational Psychology at the University of Florida, CIP Code 42.1801, as presented. Mr. Perez seconded the motion, and members of the Board concurred.

5. Approve, Exception to 120 hours to degree, Bachelor's, Music Education, UWF

Mr. Martin moved that the Board approve the request from the University of West Florida that the Bachelor of Music Education, CIP Code 13.1312, at the University of West Florida, be 134 hours to degree, as presented. Mr. Perez seconded the motion, and members of the Board concurred.

6. Approve, Credit-by-Exam Equivalencies

Mr. Martin moved that the Board approve the Articulation Coordinating Committee's recommended Credit-by-Exam Equivalencies, effective August 1, 2009, as presented. Mr. Perez seconded the motion, and members of the Board concurred.

7. Approve, Notice of Intent to Amend BOG Regulation 6.017, Criteria for Awarding the Baccalaureate Degree

Mr. Martin moved that the Board approve the Public Notice of Intent to Amend BOG Regulation 6.017, Criteria for Awarding the Baccalaureate Degree, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Ms. Duncan seconded the motion, and members of the Board concurred.

8. Approve, Notice of Intent to Amend BOG Regulation 12.001, Florida Solar Energy Center Operations

Mr. Martin moved that the Board approve the Public Notice of Intent to Amend BOG Regulation 12.001, Florida Solar Energy Center Operations, as presented, for posting to the website, pursuant to the Board's Regulation Development Procedure. Mr. Perez seconded the motion, and members of the Board concurred.

- F. Facilities and Real Estate Committee;
Approve, Resolution authorizing the Issuance of Debt by the Division of Bond Finance of the State Board of Administration of Florida to Finance the Construction of a Parking Facility, FIU

Mr. Perez moved that the Board adopt the resolution approving the issuance of fixed rate, tax-exempt, revenue bonds by the Division of Bond Finance on behalf of Florida International University, in an amount not to exceed \$32 million for the purpose of financing Parking Garage V on the main campus of Florida International University, as presented. He noted that Board staff and staff of the Division of Bond Finance had reviewed the resolution and all supporting documentation. Based on that review, it appeared that the proposed financing was in compliance with Florida Statutes governing the issuance of university debt and the Board's debt management guidelines. Mr. Tripp seconded the motion, and members of the Board concurred.

- G. Audit and Compliance Committee;
Approve, Charter, Office of Inspector General and Director of Compliance

Mr. Tripp reported that during its May 19, 2009, telephone conference call, members of the Audit and Compliance Committee had reviewed and approved the proposed Office of the Inspector General and Director of Compliance Charter. He said the Committee's action in adopting the Charter was the culmination of a process which had included comments and suggestions from all the Inspectors General in the System.

Mr. Tripp moved that the Board approve the Office of the Inspector General and Director of Compliance Charter, as presented. Mr. Stavros seconded the motion, and members of the Board concurred.

9. Concluding Remarks and Adjournment

Ms. McDevitt said that during the meeting, Dr. Marshall had taken ill and had left the meeting. She reported that he was resting in an Orlando hospital and would remain overnight. She said that Mrs. Marshall was with him.

Having no further business, the Chair adjourned the meeting of the Board of Governors, State University System of Florida, at 2:30 p.m., June 18, 2009.

Sheila M. McDevitt,
Chair

Mary-Anne Bestebreurtje,
Corporate Secretary