

Agenda
Board of Regents
Meeting of the Full Board
April 11-12, 2013
Room 229
Sitka Campus
Sitka, Alaska

Times for meetings are subject to modifications within the April 11-12, 2013 time frame.

Thursday, April 11, 2013

- I. Call to Order** *[Scheduled for 9:00 a.m.]*
- II. Adoption of Agenda**

MOTION

"The Board of Regents adopts the agenda as presented.

- I. Call to Order**
- II. Adoption of Agenda**
- III. Approval of Minutes**
- IV. Executive Session**
- V. Public Testimony**
- VI. President's Report**
- VII. Governance Report**
- VIII. Approval of Resolution of Appreciation for Mari Freitag**
- IX. Approval to Receive Proceeds from Property Disposal**
- X. Fisheries, Seafood, and Maritime Initiative Update**
- XI. Human Resources Report**
- XII. University Relations Report**
 - A. Federal Relations Update**
 - B. Legislative Update**
- XIII. Presentation from the Sitka Campus**
- XIV. Approval of Differential Tuition at the University of Alaska Fairbanks' School of Management**
- XV. Approval of a Meritorious Service Award for Spring 2013**
- XVI. Strategic Direction Initiative – Next Steps**
- XVII. Consent Agenda**
 - A. Audit Committee**
 - 1. Approval of Department Name and Director Title Proposal**
 - B. Facilities and Land Management Committee**
 - 1. Formal Project Approval for the University of Alaska Anchorage Health Campus Pedestrian Bridge**
 - 2. Project Change Request for the University of Alaska Anchorage MAC Housing Renewal**
 - 3. Project Change Request for the University of Alaska Fairbanks Margaret Murie Life Sciences Research and Teaching Facility**

4. **Adoption of the University of Alaska Southeast Campus Master Plan 2012**
 5. **Approval of Revisions to Regents' Policy 05.12.040**
- XVIII. New Business and Committee Reports**
- A. **Academic and Student Affairs Committee**
 - B. **Audit Committee**
 - C. **Facilities and Land Management Committee**
- XIX. Alaska Commission on Postsecondary Education Report**
- XX. UA Athletics Report**
- XXI. Future Agenda Items**
- XXII. Board of Regents' Comments**
- XXIII. Adjourn**

This motion is effective April 11, 2013."

III. Approval of Minutes

MOTION

"The Board of Regents approves the minutes of its regular meeting of February 21-22, 2013 as presented. This motion is effective April 11, 2013."

IV. Executive Session

MOTION

"The Board of Regents goes into executive session at _____ Alaska Time in accordance with the provisions of AS 44.62.310 to discuss matters the immediate knowledge of which would have an effect on the finances of the university related to a PERS/TRS audit, labor, the sale and purchase of university buildings, matters that could affect the reputation or character of a person related to a meritorious service award and to receive legal advice from counsel. The session will include members of the Board of Regents, President Gamble, General Counsel Hostina, and such other university staff members as the president may designate and will last approximately _____. This motion is effective April 11, 2013."

(To be announced at conclusion of executive session)

The Board of Regents concluded an executive session at _____ Alaska Time in accordance with AS 44.62.310 discussing matters the immediate knowledge of which would have an effect on the finances of the university related to a PERS/TRS audit, labor, the sale and purchase of university buildings, matters that could affect the reputation or character of a person related to a meritorious service award and to receive legal advice from counsel. The session included members of the Board of Regents, President Gamble, General Counsel Hostina, and other university staff members designated by the president and lasted approximately _____ hour(s).

V. Public Testimony *[Scheduled for 10:00 a.m.]*

Public testimony will be heard at approximately 10:00 a.m. on Thursday, April 11, 2013. Comments are limited to three minutes per individual. Written comments are accepted and will be distributed to the Board of Regents and President Gamble by the Board of Regents' Officer *following* the meeting. The chair will determine when public testimony is closed.

VI. President's Report *[Scheduled for 11:00 a.m.]*

VII. Governance Report *[Scheduled for 11:15 a.m.]*

Representatives from the Faculty Alliance, Staff Alliance and Coalition of Student Leaders will report on issues of importance to the faculty, staff and students at the University of Alaska. Representatives are:

Cathy Cahill, Faculty Alliance Chair
Juella Sparks, Staff Alliance Chair
Shauna Thornton, Coalition of Student Leaders Speaker

VIII. Approval of Resolution of Appreciation for Mari Freitag *[Scheduled for 1:00 p.m.]*

WHEREAS, Mari Freitag was elected by her peers at the University of Alaska Fairbanks as their candidate for student regent in 2011; and

WHEREAS, Mari Freitag, in spring 2011, was appointed by Governor Parnell and confirmed by the Alaska Legislature to serve as the University of Alaska's student regent; and

WHEREAS, Mari Freitag will graduate in May 2013 from the University of Alaska Fairbanks with a Bachelor of Arts in Political Science and a minor in justice; and

WHEREAS, Mari Freitag has served as an intern and intern coordinator for U.S. Senator Lisa Murkowski, and as senator, vice president and president for the Associated Students of the University of Alaska Fairbanks; and

WHEREAS, Mari Freitag participated in the Nanook Traditions Board, the University of Alaska Fairbanks Residence Hall Association and New Student Orientation as an orientation leader; and

WHEREAS, Mari Freitag has been involved with the University of Alaska Coalition of Student Leaders, traveling to Board of Regents' meetings and the state capital in Juneau to advocate for student needs; and

WHEREAS, Mari Freitag is a University of Alaska Scholar and a National Honor Society member; she was awarded the ASUAF Senator of the Year award in 2010, received Chancellor's List recognition in fall 2011, Dean's List recognition in spring 2011 and fall 2012 and is a 2013 recipient of a COLD Leadership Honors Certificate; and

WHEREAS, Mari Freitag has been an active volunteer in the Fairbanks and Ketchikan communities including volunteering for the University of Alaska Fairbanks Springfest Service, Ketchikan Arts Council, Ketchikan Public Library, and the Ketchikan Theater Ballet Senior Company and served as a 2013 Alternative Spring Break team member in Agua Prieta, Mexico; and

WHEREAS, Mari Freitag, has served with distinction, active participation and awareness, always interjecting the student viewpoint as an advocate for University of Alaska students during her tenure as student regent; and

WHEREAS, Mari Freitag embraced the vision of the Strategic Direction Initiative and motivated students to assist with enacting change while bringing awareness to system issues by voicing student concerns; and

WHEREAS, Mari Freitag, while serving on the Board of Regents, was a member of the Academic and Student Affairs Committee, Human Resources Committee, Planning and Development Committee and served as the University of Alaska Athletics Representative; and

WHEREAS, the Board of Regents commends Mari Freitag for continuing her education as she graduates and pursues a master's degree in justice; and

NOW, THEREFORE BE IT RESOLVED that the Board of Regents officially recognizes Mari Freitag for her exceptional service to Alaska and the University of Alaska. The board expresses profound thanks on behalf of students, staff and faculty of the university for her contributions; and

BE IT FURTHER RESOLVED that this resolution be conveyed to Mari Freitag with a copy to be incorporated into the official minutes of the April 11-12, 2013 meeting of the Board of Regents.

IX. Approval to Receive Proceeds from Property Disposal

Reference 1

The president recommends that:

MOTION

“The Board of Regents approves the University of Alaska Southeast request to receive the proceeds from the property disposal not to exceed \$97,000 as presented. This motion is effective April 11, 2013.”

POLICY CITATION and RELEVANT ALASKA STATUTE

Regents' Policy 05.07.010.B. - Land Grant Endowment, states: "The land-grant endowment trust fund is established in accordance with AS 14.40.400. The net income from the sale, lease, development or other disposition of trust land or other related resources will be deposited to the land-grant endowment trust fund as principal. Except as specifically approved by the board, the net proceeds from the sale or development of non-trust land or other related resources and the improvements thereon will be deposited as additions to the inflation-proofing fund in a manner similar to principal. Annually, effective July 1, the spending allowance for the funds, as described later in this policy, will be transferred to the operating accounts for management and maintenance of university land and to the natural resources fund for program expenditures."

Alaska Statute Sec. 14.40.400 Fund for money from sale or lease of land granted by Act of Congress.

(a) [See editor's notes.] The Board of Regents shall establish a separate endowment trust fund in which shall be held in trust in perpetuity all

(1) net income derived from the sale or lease of the land granted under the Act of Congress approved January 21, 1929, as amended;
...and

(3) monetary gifts, bequests, or endowments made to the University of Alaska for the purpose of the fund.

RATIONALE AND RECOMMENDATION

UAS is requesting to receive the proceeds from the property disposal of university lands at the intersection of the Glacier Highway and Mendenhall Loop Road that the State of Alaska is taking. The taking of a portion of the UAS campus property is required to accommodate construction of a new "roundabout" at the intersection. UAS is requesting that the \$97,000 payment from the State of Alaska to the university be directed to improvements associated with the adjoining property. This payment consists of \$72,000 paid for full market value of the land sold plus a \$25,000 administrative fee for impact on the parcel remaining in UA possession.

Board approval is required as Regents' Policy 05.07.010.B., states: "Except as specifically approved by the board, the net proceeds from the sale or development of non-trust land or other related resources and the improvements thereon will be deposited as additions to the inflation-proofing fund in a manner similar to principal."

The parcel from which this portion is being sold is not subject to the statutory requirements in AS 14.40.400 for mandatory deposit of the disposal proceeds to the Land Grant Trust Fund. This parcel, JN.JC.4009, was purchased from a private owner in March 1976 using 1974 land acquisition funds appropriated by the legislature.

The UAS land borders the roundabout. UAS supports this project as it improves access to the campus. This location is also a campus pedestrian entry. A paved pedestrian path connects this entry point to the general system of sidewalks within the Auke Lake campus. This path is the most direct route from the center of campus to the Auke Lake commercial district including the UAS bookstore and administrative services building.

The State of Alaska highway project will include significant pedestrian improvements including new sidewalks around and within the roundabout, which will connect with the existing UAS path. UAS would like to improve the existing path to make the best use of these new pedestrian improvements and to improve the visual image of this entrance.

The State of Alaska Department of Transportation & Public Facilities payment, if allocated to the campus, would be used to re-pave and re-light the pedestrian path and to install a new sign indicating the direction of the central campus.

X. Fisheries, Seafood, and Maritime Initiative Update References 2-4

An update on the university-wide Fisheries, Seafood, and Maritime Initiative (FSMI) will be presented by the FSMI Leadership Committee and FSMI Industry Advisory Committee representatives. Highlights include formation and engagement of the industry advisory committee, progress on the occupational needs analysis and workforce development plan, and anticipated FSMI timelines and outcomes.

Friday, April 12, 2013

V. Public Testimony (continued) [Scheduled for 9:00 a.m.]

Public testimony will be heard at approximately 9:00 a.m. on Friday, April 12, 2013. Comments are limited to three minutes per individual. Written comments are accepted and will be distributed to the Board of Regents and President Gamble by the Board of Regents' Officer *following* the meeting. The chair will determine when public testimony is closed.

XI. Human Resources Report [Scheduled for 10:00 a.m.]

Michelle Rizk, interim chief human resources officer, will update the board regarding human resources issues.

XII. University Relations Report [Scheduled for 11:00 a.m.]

A. Federal Relations Update

Vice President Beam will provide a Patton Boggs federal priorities update on issues concerning the University of Alaska.

B. Legislative Update

Associate Vice President Christensen will provide an update regarding the status of legislation concerning the University of Alaska.

XIII. Presentation from the Sitka Campus

References 5-6

Representatives from the Sitka Campus will present information regarding the Fisheries Technology program in addition to highlighting community and art learning opportunities offered at the Sitka Campus.

XIV. Approval of Differential Tuition at the University of Alaska Fairbanks' School of Management

References 7-10

The president recommends that:

MOTION

"The Board of Regents approves a special tuition surcharge for the University of Alaska Fairbanks' School of Management upper division undergraduate and graduate courses. The differential will be 25% over regular tuition, incremented in two years with annual increases at 10 and 15 percent starting with AY14. Twenty percent of funds raised will go for need-based scholarships. This motion is effective April 12, 2013."

POLICY CITATION

Regents' Policy 05.10.030 - Authority to Set Tuition Rates, states: "Tuition rates may vary among lower division, upper division, and graduate courses; central urban campuses, community colleges, and extended community campuses and other sites; residents and nonresidents; distance and on-site delivery, and different programs or courses."

RATIONALE/RECOMMENDATION

Differential tuition for business schools is now widespread and necessary due to the high costs of the faculty needed to sustain programs and where graduates have significantly greater employment opportunities at salaries much higher than the average university student. This model is common across the United States as business schools seek to maintain high-quality high-cost programs. Mark Herrmann, dean of the UAF School of Management, will present information and answer any questions the board may have regarding this proposal as outlined in References 7-10.

XV. Approval of a Meritorious Service Award for Spring 2013

The president recommends that:

MOTION

"The Board of Regents approves the nominee for a meritorious service award as proposed. This motion is effective April 12, 2013."

POLICY CITATION

Regents' Policy 10.03.030 - Meritorious Service Awards, states: "Meritorious service awards may be conferred upon approval of the Board of Regents."

RATIONALE AND RECOMMENDATION

The recipient recommendation submitted by the University of Alaska Southeast for a meritorious service award was sent under separate cover for Board of Regents' review prior to the April 11-12, 2013 board meeting.

XVI. Strategic Direction Initiative – Next Steps

References 11-13

Paula Donson, associate vice president of academic affairs and strategic direction, will discuss the next steps regarding the Strategic Direction Initiative.

XVII. Consent Agenda

MOTION

"The Board of Regents approves the consent agenda as presented. This motion is effective April 12, 2013."

A. Audit Committee

1. Approval of Department Name and Director Title Proposal Reference 31

MOTION

"The Board of Regents approves the proposal to modify the internal audit department name to Audit and Consulting Services and modify the title of the internal audit director to chief audit executive. This motion is effective April 12, 2013."

B. Facilities and Land Management Committee

1. Formal Project Approval for the University of Alaska Anchorage Health Campus Pedestrian Bridge Reference 17

MOTION

"The Board of Regents approves the formal project approval request for the University of Alaska Anchorage Health Campus Pedestrian Bridge as presented in compliance with the approved campus master plan, and authorizes the university administration to proceed through schematic design not to exceed a total project cost of \$4,350,000. This motion is effective April 12, 2013."

2. Project Change Request for the University of Alaska Anchorage MAC Housing Renewal Reference 18

MOTION

"The Board of Regents approves the project change request for the University of Alaska Anchorage MAC Housing Renewal, as presented in compliance with the campus master plan, and authorizes the university administration to reduce the project scope not to exceed a revised total project cost of \$2,702,182. This motion is effective April 12, 2013."

3. Project Change Request for the University of Alaska Fairbanks Margaret Murie Life Sciences Research and Teaching Facility Reference 19

MOTION

"The Board of Regents approves the project change request for the University of Alaska Fairbanks Margaret Murie Life Sciences Research and Teaching Facility as presented in compliance with the campus master plan, and authorizes the university administration to redistribute \$2,700,000 in shared funding between three associated projects: 1) to increase the total project budget of the Arctic Health Research Greenhouse by \$650,000 to complete the project and not exceed total project cost of \$5,975,000, 2) to decrease the total project budget of Utilities West Ridge Steam Capacity Expansion by \$2,500,000 not to exceed total project cost of \$12,500,000 and 3) the remaining balance of \$1,850,000 will be available to revert back to the debt repayment for the Margaret Murie Life Sciences Research and Teaching Facility. This motion is effective April 12, 2013."

4. Adoption of the University of Alaska Southeast Campus Master Plan 2012 Reference 20

MOTION

"The Board of Regents adopts the University of Alaska Southeast Campus Master Plan 2012 as presented. This campus master plan will supersede the existing 2003 Campus Master Plan. This motion is effective April 12, 2013."

5. Approval of Revisions to Regents' Policy 05.12.040 Reference 21

MOTION

"The Board of Regents approves revisions to Regents' Policy 05.12.040 Capital Project Development: General, as presented. This motion is effective April 12, 2013."

XVIII. New Business and Committee Reports

- A. Academic and Student Affairs Committee
B. Audit Committee
C. Facilities and Land Management Committee

XIX. Alaska Commission on Postsecondary Education Report

A report will be given by members representing the Board of Regents on the Alaska Commission on Postsecondary Education.

XX. UA Athletics Report

A report will be given by Regent Freitag, the Board of Regents' representative for UA Athletics.

XXI. Future Agenda Items

XXII. Board of Regents' Comments

XXIII. Adjourn