Board of Trustees Meeting


Absent: James Dowe and Angela Faherty.

Trustee Wishcamper, Chair, called the meeting to order and welcomed everyone.

Citizen Comment. Citizen Comment is a time regularly set aside for comments from the public. The following individuals spoke during the Citizen Comment period:

Ed Dailide – final thoughts following his retirement as the System Director of Facilities Management and Planning
Ron Mosley – shared governance, UMA reorganization, Tidewater proposal may have academic concerns
Rocki Prophet – Aspire Program and Financial Aid; support for non-traditional student entering higher education
Marie Follyttar – shared governance process; student representatives in collective bargaining; recommended the academic program approval process include a review of technology requirements

Acceptance of Minutes. On a motion by Trustee Fournier, which was seconded by Trustee Collins, the minutes from the following meetings were unanimously approved as presented:

- May 17, 2010 – Audit Committee Meeting
- May 17, 2010 – Finance/Facilities Committee Meeting
- May 18, 2010 – Technology Committee Meeting
- May 23-24, 2010 – Board of Trustees Meeting and Board Committee Meetings
- June 1, 2010 – Investment Committee Meeting

Chair’s Report. Trustee Wishcamper reminded attendees that there will be a reception following the meeting at the UMaine Museum of Art at 40 Harlow Street in Bangor. The Board of Trustees Retreat is scheduled for August 9 & 10 at the UMaine Buchanan Alumni House. Trustee Wishcamper, on behalf of the Board, expressed appreciation for the dedication and service of two outgoing faculty representatives to the Board of Trustees – Shallee Page from UMM and Bert Jacobs from UMF.

Chancellor’s Report. Chancellor Pattenaude commented that the UMS has begun a new fiscal year and the System is looking ahead to continue to implement the New Challenges, New
Directions initiatives. UMFK will have a new President as of July 19th and everyone is looking forward to working with President Wilson Hess. The search process for a President for UMaine will begin in the near future. Chancellor Pattenaude commented that he is continuing to work on new partnerships and the public agenda.

**Committee Reports/Action.**

Academic & Student Affairs Committee - Trustees Hood and Johnson reported that the Committee received a Diversity Report and agreed to forward to the Consent Agenda the following items: UMA Interim Academic Reorganization and UMF Academic Program Proposal: BA in Visual and Performing Arts.

Finance/Facilities Committee - Trustee Fournier reported that the Committee received a Financial Update and agreed to forward to the Consent Agenda the Lease of Space at 501 Forest Avenue at USM and the Central Steam Plant Boiler Replacement at UM. UMaine withdrew from the agenda the Regional Learning Center at Tidewater Farm in Falmouth.

Human Resources and Labor Relations Committee - Trustee Medd reported that the Committee agreed to forward to the Consent Agenda the Board of Trustees Policies and Practices for Evaluation of Chancellor, Presidents, Board Chair, Board of Trustees, and Senior Staff; Appointments for Trustee Approval; and the Appointment of Peter S. Hoff as President Emeritus.

Investment Committee – Trustee Baker reported that the Committee met on June 1st. The Committee did not have a quorum; therefore, the agenda items were forwarded to the July 12 Board meeting for ratification and action by the Board. Those agenda items included the Approval of the Pension Plan Asset Allocation; the Approval of the Managed Investment Pool Asset Allocation, and the Approval of the Operating Cash Guidelines.

**Consent Agenda.** On a motion by Trustee Fournier, which was seconded by Trustee Johnson, the following recommendations were unanimously approved by the Board:

- **USM Honorary Degree Nomination for 2011.** The Board of Trustees approved the 2011 nomination for an Honorary Degree for USM as presented.

- **Confirm Student Representative to the Board of Trustees.** The Board of Trustees approved the appointment of the Student Representative to the Board of Trustees, as presented.

- **Resolution for “Exclusion of Certain Directors or Officers”.** The Board of Trustees approved the resolution for Exclusion of Certain Directors or Officers as follows:

  Whereas, current Department of Defense directives contain a provision making it mandatory that the Chair of the Board and all principal officers (such as President, Senior Vice President, Secretary, Treasurer, and those occupying similar positions) meet the personnel security clearances requirements established for a contractor’s facility security clearance; and

  Whereas, said Department of Defense Regulations permit the exclusion from the personnel clearance requirements of certain members of the Board of Trustees and other officers, provided that this action is recorded in corporate minutes.

Now Therefore Be it Declared that the Chair of the Board, at least an official quorum of the Board of Directors (the executive committee of six members of the Board of Directors), and all principal officers (such as, President, Senior Vice President, Secretary, Treasurer, and those occupying similar
positions) at the present time do possess, shall be excluded from or shall be processed for, the required security clearance; and

Be It Resolved that in the future, when any individual enters upon any duties as Chair of the Board, as a replacement for one of the cleared quorum of the Board, or as one of the principal officers of this corporation (such as President, Senior Vice President, Secretary, Treasurer, and those occupying similar positions), unless excluded such individual shall immediately make application for the required security clearance; and

Be It Resolved Further that the following members of the Board of Trustees, newly appointed Trustees, and other officers shall not require, shall not have, and can be effectively excluded from access to CLASSIFIED information in the possession of the University and do not occupy positions that would enable them to affect adversely University policies of practices in the performance of classified contracts for the Department of Defense or the User Agencies of its Industrial Security Program: Eleanor M. Baker, Samuel W. Collins; P. James Dowe; Angela Faherty; Norman L. Fournier; Benjamin D. Goodman; Tamera L. Grieshaber; M. Michelle Hood; William D. Johnson; Kevin P. McCarthy, Marjorie Murray Medd; Paul J. Mitchell; Victoria M. Murphy; Wayne A. Newell; Lyndel J. Wishcamper; Chancellor, Richard Pattenaude; Vice Chancellor for Finance and Administration and Treasurer, Rebeccaw Wyke; and Clerk of the Board, J. Kelley Wiltbank.

Approval of Pension Plan Asset Allocation. The Board of Trustees ratified and approved an Asset Allocation which includes:
- The reduction of the equity target allocation from 50% to 45%
- An increase in the fixed income asset allocation from 15% to 20%
- Restructuring the hedge fund category and introducing a trading hedge fund.

Approval of Managed Investment Pool Asset Allocation. The Board of Trustees ratified and approved an Asset Allocation which includes:
- The reduction of the equity target allocation from 55% to 50%
- An increase in the fixed income asset allocation from 10% to 15%
- Restructuring the hedge fund category and introducing a trading hedge fund.

Approval of Operating Cash Guidelines. The Board of Trustees ratified and approved the Operating Cash Guidelines as presented.

Board of Trustees Policies and Practices for Evaluation of Chancellor, Presidents, Board Chair, Board of Trustees, and Senior Staff. The Board of Trustees approved the proposed changes to policies for evaluation of Presidents, Chancellor and Senior Staff.

Appointments for Trustee Approval. The Board of Trustees approved the appointments to positions at or above the level of Dean or equivalent or with tenure as recommended by the Chancellor, as follows:
- Ivan M. Manev, Interim Dean of the College of Business, Public Policy and Health, UM
- Joseph Szakas, Interim Dean of the College of Professional Studies and Interim Associate Provost, UMA
- John R. Wright, Interim Provost and Vice President for Academic Affairs, USM
Appointment of Peter S. Hoff as President Emeritus. The Board of Trustees awarded the title President Emeritus of the University of Maine to Dr. Peter Hoff in recognition of his service and contributions.

Lease of Space at 501 Forest Avenue – USM. The Board of Trustees authorized the leasing of space at 501 Forest Avenue, Portland, Maine for the University of Southern Maine pending review and approval of all lease documents by the System and University Counsel.

Regional Learning Center at Tidewater Farm, Falmouth – UM. UMaine withdrew this agenda item until future notice.

Central Steam Plant Boiler Replacement – UM. The Board of Trustees authorized the University of Maine to expend $2,760,860 to replace boilers #3 and #4 at its central steam plant with a high efficiency boiler.

UMA Interim Academic Reorganization. The Board of Trustees approved the interim academic reorganization at the University of Maine at Augusta.

UMF Academic Program Proposal: BA in Visual and Performing Arts. The Board of Trustees approved the creation of a Bachelor of Arts in Visual and Performing Arts at the University of Maine at Farmington.

Information Items. The following items were included in the agenda for information only:
- Appointment of Standing Committees
- Strategic Investment Fund Report
- Financial Update
- Diversity Report
- Annual Report on Named Chairs and Professorships
- Dashboard Indicators
- Agenda Calendar

Date of Next Meeting. The next meeting of the Board of Trustees will be held on September 13, 2010, at the University of Maine System Office.

Adjournment.

Ellen Doughty for
J. Kelley Wiltbank, Clerk