Board of Trustees Meeting


Absent: Angela Faherty and Wayne Newell.

Trustee Wishcamper, Chair, called the meeting to order and welcomed everyone and wished Trustee Benjamin Goodman happy birthday.

Citizen Comment. Citizen Comment is a time regularly set aside for comments from the public. The following individuals spoke during the Citizen Comment period:
- Evan Scott-Pollock – UM Graduate Student Government structure
- John Rebar – Expressed thanks to the Board for their support on the Tidewater project and explained the Cooperative Extension’s “Harvest for the Hungry” project
- Ron Mosley – Financial picture for the UMS for FY2010

Acceptance of Minutes. On a motion by Trustee Fournier, which was seconded by Trustee McCarthy, the minutes from the following meetings were unanimously approved as presented:
- September 13, 2010 – Board of Trustees Meeting and Board Committee Meetings
- November 2, 2010 – Audit and Finance/Facilities Joint Session

Chair’s Report. Trustee Wishcamper stated that there have been excellent discussions over the past two days. A business person faces the same challenges that a university faces in the requirement to plan even though the future is not clear and many different variables can arise that could change the planning or result in adjustments. The discussion on the multi-year financial planning was beneficial and required in order to visualize the possible scenarios for the future. He expressed thanks to the Chancellor and Vice Chancellor Wyke and the staff who worked on the multi-year financial plan.

Chancellor’s Report. Chancellor Pattenaude commented that one year ago the Board approved the New Challenges, New Directions initiative (Plan). The Plan is having the effect it intended and continues; however, much work remains to be completed. All of the discussions focus on a pragmatic understanding on what we are facing and a steady optimism that the USM is prepared to deal with what arises.
Committee Reports/Action.

Academic & Student Affairs Committee – Trustees Hood & Johnson reported that the Committee agreed to forward to the Consent Agenda the following items: the Awarding of Academic Degrees; the UMFK Program Eliminations; the UMA Program Proposal: AS in Dental Assisting; and the Mission Statements for UM, USM and UMF. The Committee discussed the Role and Scope Statements for the Universities, the Academic Program Changes Report, the Academic Program Review Summaries and the Fall 2010 Enrollment and Enrollment Planning.

Audit Committee – Trustee Collins reported that the Committee met on November 2, 2010. KPMG presented its findings and found no material weaknesses involving internal control over financial reporting and its operations and no instances of non-compliance of other matters that require to be reporting. KPMG also suggested to the Committee that UMS should improve the information technology general controls in the following areas: Information Security Governance, Data Center Physical Security, Logical Access Security, Network Vulnerability Management, and Disaster Recovery Plan. The UMS submitted an Internal Audit Request for Qualifications (RFQ) to various firms to obtain a list of qualified vendors with diverse experience. Six firms submitted a response to the RFQ and the selection will be based on price, relevant experience and availability. The Committee was also updated on the recent risk assessment work performed at each of the seven universities.

Finance/Facilities Committee - Trustee Fournier reported that the Committee received an extensive report on the Multi-Year Financial Plan for FY2012 to FY2016 and agreed to forward to the Consent Agenda the following items: the Annual Financial Report for FY2010; the Nutting Hall Renovation and Renewal at UM; the Alfond Arena Renovation and Renewal at UM; the Lease of the Klahr Center to HRRC at UMA; the Folsom/Pullen Classroom Renovation Phase II at UMPI; the Creation of the School of Nursing Simulation Center at USM; and the Establishment of a Science Technology Research Center at USM. The Committee also received an update of the Capital Projects Status Report.

Human Resources and Labor Relations Committee - Trustee Medd reported that the Committee received a presentation on the UMS Health Plan: Bending the Trend to Slow the Growth in Healthcare Cost for UMS.

Investment Committee – Trustee Baker reported that the Committee met on September 30 and because there was not a quorum for the meeting three action items were forwarded to the full Board for approval and ratification: the Approval of Managed Investment Pool & Pension Guidelines, the Approval of Managed Investment Pool Small Cap Manager Search and the Approval of Non-Voting, Non-Trustee Committee Member. The Committee also reviewed the performance of the Managed Investment Pool, Pension Plan, and the Operating Fund.

Trustee Affairs Committee – Trustee Murphy stated that the Trustee Affairs Committee submitted to the Consent Agenda the proposed language to amend the Bylaws to allow committees and sub-committees of the Board to meet by interactive technology. All members attending in this manner will be considered as present for the purposes of establishing a quorum and may participate and vote on all matters before the committee, provided there is a physical location designated as the meeting site for inclusion of the public and that each Trustee must be able to clearly see or hear and understand the proceedings in process and the public is similarly able to see or hear the Trustees participating by interactive technology.
Consent Agenda. On a motion by Trustee Fournier, which was seconded by Trustee Goodman, the following recommendations were unanimously approved by the Board:

Honorary Degree Nominations for 2011. The Board of Trustees approved the 2011 nominations for Honorary Degrees as presented.

Confirm Faculty & Student Representatives to the Board of Trustees. The Board of Trustees approved the appointments of the Faculty and Student Representatives to the Board of Trustees, as presented.

Proposed Changes to the Board of Trustees Bylaws. The Board of Trustees approved the proposed Bylaw amendments to allow committees and sub-committees of the Board to meet by interactive technology and all members participating by such technology shall be considered as present, count towards the quorum, and are eligible to vote on matters before the Committee.


Nutting Hall Renovation & Renewal – UM. The Board of Trustees authorized the University of Maine to expend $3.75 million for renovation and renewal of Nutting Hall to improve energy efficiency and replace original building systems that are past their useful life.

Alfond Arena Renovation & Renewal – UM. The Board of Trustees approved a project budget in the amount of $4,850,000 for the renovation and renewal of UM’s Alfond Arena.

Lease of Klahr Center to HHRC – UMA. The Board of Trustees authorized the University of Maine at Augusta to lease the Michael Klahr Center located on the Augusta campus of UMA to the Holocaust and Human Rights Center of Maine for an initial term of 99 years and a single optional renewal term of 99 years, subject to review and approval by University Counsel and Vice Chancellor of Finance and Administration and Treasurer.

Folsom/Pullen Classroom Renovation Phase II – UMPI. The Board of Trustees authorized $2,025,000 for the Phase II renovation of the Folsom/Pullen classroom building at the University of Maine at Presque Isle to improve energy efficiency, improve the teaching/learning environment, and integrate alternative energy systems.

Creation of School of Nursing Simulation Center – USM. The Board of Trustees authorized the University of Southern Maine to expend $767,250 under the terms of grant funding received from Health Resources and Services Administration to create a Nursing Simulation Center in Masterton Hall on the Portland campus.

Establishment of a Science Technology Research Center – USM. The Board of Trustees authorized the University of Southern Maine to expend $850,000 under the terms of grant funding received from the US Small Business Administration to establish a Science Technology Research Center in USM’s Bioscience Building C Wing on the Portland campus.

Awarding of Academic Degrees. The Board of Trustees authorized the awarding of degrees during Commencement ceremonies for the 2010-2011 academic year to those students fully recommended
by the appropriate faculties and the presidents of the respective institutions and/or divisions of the University of Maine System.

**UMFK Program Eliminations.** The Board of Trustees approved the elimination of the B.S. in Bilingual Secondary Education and the B.S. in English/Drama/Art Secondary Education programs at the University of Maine at Fort Kent.

**UMA Program Proposal: A.S. in Dental Assisting.** The Board of Trustees approved the creation of an Associate of Science in Dental Assisting at the University of Maine at Augusta.

**Mission Statements – UM, USM, UMF.** The Board of Trustees approved the new mission statements of the University of Maine, the University of Southern Maine and the University of Maine at Farmington.

The Board of Trustees ratified and approved the following actions from the September 30, 2010 Investment Committee meeting:

- **Approval of Managed Investment Pool & Pension Guidelines.** The Board of Trustees approved the Managed Investment Pool (including Endowments) Guidelines and the Pension Guidelines as presented.

- **Approval of Managed Investment Pool Small Cap Manager Search.** The Board of Trustees approved Dimensional Fund Advisor’s US Target Value Strategy product for replacement of Mesirow’s Small Cap Value product in the Managed Investment Pool (including Endowments).

- **Approval of Non-Voting, Non-Trustee Committee Member.** The Board of Trustees approved the reappointment of Mr. Christopher Robinson to a second three-year term as a non-voting, non-Trustee member of the Investment Committee.

The Finance/Facilities Committee approved this item as presented and forwarded it to the Consent Agenda at the November 14-15, 2010 meeting:

**Regional Learning Center at Tidewater Farm, Falmouth – UM.** The Board of Trustees to authorized the University of Maine to expend $577,000 in one-time Cooperative Extension funds, $209,000 in gift funds to be raised by Cooperative Extension temporarily filled through a short-term loan from the University of Maine, and $197,000 in funds donated by Tidewater Conservation Fund, to purchase and fit out two condominium units at Tidewater Village in Falmouth, Maine, subject to approval by the Vice Chancellor for Finance and Administration and Treasurer and University Counsel and subsequent approval by the Chancellor.

**Information Items.** The following items were included in the agenda for information only:

- New Challenges, New Directions Update
- Online.Maine Education Report and Discussion
- UMS Health Plan: Bending the Trend to Slow the Growth in Healthcare Cost for UMS
- Update on Collective Bargaining
- FY2010 Financial Update
- Capital Projects Status Report
- Role & Scope Statements
- Academic Program Changes Report
Date of Next Meeting. The next meeting of the Board of Trustees will be held on January 10, 2011, at the University of Maine System.

Adjournment.

Ellen Doughty for
J. Kelley Wiltbank, Clerk