BOARD OF TRUSTEES MEETING


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

EXECUTIVE SESSION

On a motion by Trustee Medd, which was seconded by Trustee Baker, the Board of Trustees meeting went into Executive Session under the provisions of 1 MRSA Section 405 6-A to discuss Honorary Degrees and the evaluation of personnel and the consideration and discussion of assignments, duties and personnel actions related to staffing.

On a motion by Trustee McCarthy, which was seconded by Trustee Collins, the Board of Trustees concluded the Executive Session.

CITIZEN COMMENT

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

Ron Mosley – lack of adequate compensation for faculty
Wick Johnson – BS in Aviation at UMA

ACCEPTANCE OF MINUTES

On a motion by Trustee Baker, which was seconded by Trustee Murphy, the minutes from the following meetings were unanimously approved as presented:

October 10, 2012 – Academic and Student Affairs Committee Meeting
October 17, 2012 – Investment Committee Meeting
November 4-5, 2012 – Board of Trustees Meeting and Committee meetings
December 10, 2012 – Investment Committee Meeting
December 17, 2012 – Technology Committee Meeting
January 15, 2013 – Finance/Facilities Committee Meeting

CHANCELLOR’S REPORT

Chancellor Page commented that the flat funding in the current draft budget from Augusta is a reflection of the regard for higher education in Maine is seen as a major solution to the challenges and problems for the State of Maine. It is also a reflection of the hard work of the UMS staff to implement strategic change which are being noticed in Augusta. The UMS will
continue to work very closely with the Governor’s Office and the Education and Cultural Affairs Committee to continue to show them that UMS is making the kind of the progress they expect in response to Maine’s student, business and community needs. Chancellor Page announced that his annual speech to the Legislature is scheduled for March 7th.

Chancellor Page provided a brief update on the changes to the Board meeting structure. The first piece was the availability of the Board meeting agenda materials electronically on the Board of Trustees website. He will be working with Trustee Collins and a Committee of Trustees to begin the process of organizing and implementing the suggestions and changes that requested to make the Board meetings more responsive and engaging.

**Wind Power Presentation**

Dr. Habib Dagher, Director of the Advanced Structures and Composites Center at the University of Maine provided a presentation on deepwater offshore wind development. The goals of the UMaine program include:

- Foster the development of a 5 GW, $20 billion network of offshore wind farms off Maine by 2030.
- Reduce the cost of offshore wind energy to 10 cent/kWh by 2020.
- Support the development of 50 GW offshore wind off the US coast by 2030, and position Maine as a major supplier to this market.
- Train the next generation of students to prepare for a new energy economy that creates jobs, promote energy diversity and aligns with environmental benefits.

**CHAIR’S REPORT**

Trustee Hood commented that she will be starting the process for the Chancellor evaluation and will report back to the Board at the March meeting. She reminded the Board that this is also the time of year that the Board completes its self-evaluation and she will be working with Trustee Murphy on this project.

**COMMITTEE REPORTS/ACTION**

**Academic Affairs Committee** - Trustee Marjorie Medd reported that the Committee met on January 28, 2013 and forwarded to the Consent Agenda the New Academic Program – BS in Aviation at UMA. The Committee reviewed the Academic Year Calendars for 2013 to 2015 and received updates and reports on the following topics: International Study Centers; Credit Transfer Steering Committee: Intra-System Implementation Plan; Adult Baccalaureate Completion/Distance Education (ABCDE) Committee; UMS Teacher, Counselor & Administrator Preparation Programs: Responding to State and National Initiatives; and Computer Science-Information Technology (CS-IT) Initiatives.

**Finance/Facilities Committee** - Trustee Samuel Collins reported that the Committee met on January 15, 2013 and forwarded to the Consent Agenda the Outcomes Based Funding Review Team Recommendations, the Recommendations for the Redesign of Information Technology Service Delivery, and the Report on Procurement Review Team Conceptual Design. The Committee also met on January 28, 2013 and received a financial update, reviewed the Capital Projects Status Report, and received an update on the Outcomes Based Funding and the Administrative Reviews. The Committee forwarded to the Consent Agenda the following items: Estabrooke Repurposing and Renovation at UM; Dow Chapel Disposal at UMA; Merrill Hall
Boiler Replacement at UMF; Land Acquisition by Gift at UMM; and the Mantor Green Geothermal Well Field Construction at UMF.

Human Resources & Labor Relations - Trustee Marjorie Medd reported that the Committee met on January 28, 2013 and reviewed the Board Policy on Background Screenings and the Status of Implementation of the Recommendations of the Employee Health Plan Task Force.

Investment Committee - Trustee Eleanor Baker reported that the Committee met on December 10, 2012 and interviewed Hedge Fund Managers – Cube Capital, LLP and Prisma Capital Partners. The Committee agreed to select Cube Capital to replace Gottex as the hedge fund of fund manager. The Committee received a market update from New England Pension Consultants. The Committee agreed to select CAPTRUST Financial Advisors to provide investment consulting services for the Defined Contribution Plan.

Technology Committee – Trustee Michelle Hood reported that the Committee met on December 17, 2012 and reviewed the status of current Information Technology projects. The following projects are on schedule: the USDA Rural Utilities Service Grant, the Regional Optical Network Expansion Project, and the MaineStreet Solutions Data Warehouse Project. The projects that are behind schedule or over budget are: the Payment Card Industry (PCI) Standards Compliance, the Portal Project, and the Facilities Software Project. The Advance Project is now completed. The Chief Information Officer presented a draft of the Information Technology Administrative Review recommendations.

CONSENT AGENDA
On a motion by Trustee Collins, which was seconded by Trustee Baker, the following recommendations were unanimously approved by the Board of Trustees:

New Academic Program: B.S. in Aviation, UMA. The Board of Trustees approved the creation of the Bachelor of Science in Aviation at the University of Maine at Augusta.

Estabrooke Repurposing and Renovation, UM. The Board of Trustees authorized the University of Maine to expend up to $3.2 million in University funds for a renovation project at Estabrooke Hall.

Dow Chapel Disposal, UMA. The Board of Trustees authorized the disposal of Dow Chapel located on the University of Maine at Augusta campus in Bangor by sale or demolition and a long-term ground lease for sufficient property associated with the chapel to permit its reasonable use, all contingent on review and approval by the Treasurer and University Counsel of the terms and all final documents necessary to the transaction.

Merrill Hall Boiler Replacement, UMF. The Board of Trustees authorized the University of Maine at Farmington to expend up to $650,000 and to enter such agreements as may be required to accomplish a Merrill Hall boiler replacement project.

Land Acquisition by Gift, UMM. The Board of Trustees authorize the acceptance of 200+/- acres from the estate of Elizabeth DeShon Tibbetts, identified as lots 53 and 54 on Property Tax Map 5 of the Municipality of Machias, contingent upon completion of a satisfactory appraisal and Phase I environmental site assessment as determined by the
Treasurer and upon review and approval of all necessary documents by the Treasurer and University Counsel.

Mantor Green Geothermal Well Field Construction, UMF. The Board of Trustees authorized the University of Maine at Farmington to expend up to $1.55 million to construct the Mantor Green geothermal well field and to make use of the energy from the field in UMF facilities.

The Board of Trustees reviewed the following agenda items as forwarded by the Finance/Facilities Committee to the Consent Agenda from its meeting on January 15, 2012, and allowed it to remain on the Consent Agenda:

Outcomes Based Funding Review Team Recommendations. The Board of Trustees approved the Outcomes Based Funding Model as presented and discussed by the Finance/Facilities Committee at its January 15, 2013 meeting and that there be a one year moratorium in fiscal year 2013-14 on the Strategic Investment Fund (SIF) during which time this program will be reconstituted and resubmitted to the Board of Trustees for implementation in fiscal year 2014-15. The SIF reconstitution will be done in a manner such that existing payout commitments for FY14 will be honored and that new applications for FY15 will be considered in FY14.

Recommendations for the Redesign of Information Technology Service Delivery. The Board of Trustees approved the recommendations for the Redesign of Information Technology Service Delivery as presented and discussed by the Finance/Facilities Committee at its January 15, 2013 meeting.

Report on Procurement Review Team Conceptual Design. The Board of Trustees approved the Procurement Review Team Conceptual Design as presented and discussed by the Finance/Facilities Committee at its January 15, 2013 meeting.

ACTION ITEMS

Confirm Student Representatives to the Board of Trustees. The nominations for Student Representatives to the Board of Trustees are forwarded through the Presidents to the Chancellor for submission to the Board for Trustee approval. The following nominations are being recommended by the Presidents:
   Jake Snyder, UMM (2 year term)
   Andrew Carlson, UMF (2 year term)
   Alex Greenlee, USM (18 month term)

On a motion by Trustee Medd, which was seconded by Trustee Murphy, the Board of Trustees approved the Student Representatives to the Board of Trustees.

Honorary Degree Nominations for 2014. The 2014 nominations for Honorary Degrees were presented. On a motion by Trustee Baker, which was seconded by Trustee Murphy, the Board of Trustees approved the Honorary Degree Nominations for 2014.

Resolution for Exclusion of Certain Directors or Officers. The Board of Trustees approve the Resolution for Exclusion of Certain Officers or Directors as follows:
Whereas, current Department of Defense policy requires that the principal officers (such as President, Senior Vice President, Secretary, Treasurer, and those occupying similar positions) meet the personnel security clearance requirements established for the level of the contractor’s facility security clearance; and

Whereas, said Department of Defense policy 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 Chancellor at the present time does possess 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 all 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 National Industrial Security Program:


University of Maine System Staff: Vice Chancellor for Finance and Administration and Treasurer, Rebecca Wyke; and Clerk of the Board, J. Kelley Wiltbank.

On a motion by Trustee Hood, which was seconded by Trustee Medd, the Board of Trustees approved the Resolution for Exclusion of Certain Directors or Officers.

INFORMATION ITEMS
The following items were included in the Agenda for information only:
- Board Policy on Background Screenings
- Status of Implementation of Recommendation of the Employee Health Plan Task Force
- International Study Centers: Update
- Credit Transfer Steering Committee: Intra-System Implementation Plan
- Adult Baccalaureate Completion/Distance Education (ABCDE) Committee
- UMS Teacher, Counselor & Administrator Preparation Programs: Responding to State & National Initiatives
- Academic Year Calendars 2013-2015
- Computer Science-Information Technology (CS-IT) Initiatives: Update
- Financial Update
- Capital Projects Status Report
- Updates on Outcomes Based Funding and Administrative Reviews
- Student Representatives’ Agenda
- Wind Power Presentation
Annual Report on Grants and Contracts for FY2012
Student Financial Aid Report for FY2012
Annual Report on Degrees Conferred
Dashboard Indicators
Agenda Calendar

**DATE OF NEXT MEETING**
The next meeting of the Board of Trustees will be held on March 18, 2013 at the University of Maine at Augusta.

Adjournment

Ellen Doughty for
J. Kelley Wiltbank, Clerk