

Minutes of the Regular Meeting of the Board of Regents of the University of New Mexico  
 March 10, 2014  
 Student Union Building, Ballroom C

Members present

Jack L. Fortner, President; Conrad D. James, Vice President; Bradley C. Hosmer, Secretary/Treasurer; James H. Koch; Suzanne Quillen; J.E. Gene Gallegos; Heidi Overton (Quorum)

Administration present

Robert G. Frank, President; Paul Roth, Chancellor for Health Sciences; David Harris, EVP for Administration and COO; Chaouki Abdallah, Provost and EVP for Academic Affairs; Elsa Cole, University Counsel; Elizabeth Metzger, University Controller; Jewel Washington, Interim VP HR; Paul Krebs, VP Athletics; Gil Gonzales, CIO; Helen Gonzales, Chief Compliance Officer; Ava Lovell, Sr. Exec. Officer of Finance and Administration, HSC

Regents' Advisors present

Richard Holder, President, Faculty Senate; Gene Henley, President, Staff Council; Randy Royster, President, Alumni Association; Don Duszynski, President, Retiree Association; Catherine Cullen, VP, Parent Association (for Angi Gonzales Carver, President)

Presenters in attendance

Bruce Cherrin, Chief Procurement Officer; Chris Vallejos, AVP ISS; Leslie Boni, Chairperson ASM; Terry Babbitt, AVP Enrollment Management; Steve McKernan, CEO UNMH; Wynn Goering, Special Assistant Branch Affairs; Kathy Sandoval-Snyder, Director Albuquerque Institute for Math and Science; Mark Peceny, Dean of the College of Arts and Sciences; Henry Nemcik, President and CEO, UNM Foundation

Others in attendance

Members of the administration, faculty, staff, students, the media and others.

CONFIRMATION OF PRIOR EXECUTIVE SESSION

The Board of Regents met in executive session from 7:45 am. until 8:47 am. on Monday, March 10, 2014, in the Cherry Silver Room of the SUB for discussion only of limited personnel matters, threatened litigation and the purchase of real property in accordance with Section 10-15-1H(2, 7, and 8) of the Open Meetings Act (NMSA). All of the Regents were present at the meeting and those present certify by approval of these minutes that the matters discussed in the closed meeting were limited only to those described here and the same were specified in the notice of the meeting.

CALL TO ORDER

Regent President Fortner called the meeting to order at 9:06 a.m.; a quorum was confirmed. Regent Fortner asked if there were amendments to the agenda. Regent Hosmer asked for two amendments to the agenda under the Academic and Student Affairs Committee Report, 1) to strike item #3 - Approval of Form D-Professional Practice Doctoral Degree in Occupational Therapy (OTD), because the item needed to go to the HSC Board of Directors for approval before going to the Board of Regents, and 2) to change the wording of agenda item #4 to AIMS West Side Needs Assessment and Proposal. Regent Fortner asked if there were any other amendments to the agenda. There were no other amendments.

**The motion to accept the amendments to the agenda was unanimously approved with a quorum of Regents present and voting (1<sup>st</sup> Hosmer, 2<sup>nd</sup> Quillen).**

APPROVAL OF MINUTES

**The minutes of the February 11, 2014 regular meeting were unanimously approved (1<sup>st</sup> Gallegos, 2<sup>nd</sup> James).**

ELECTION OF OFFICERS

Regent Fortner asked for nominations for President to the Board of Regents. Regent Koch nominated Regent Jack Fortner for President; Regent James seconded the nomination. Regent Fortner asked if there were any other

nominations. Regent Fortner asked if there was a motion to close the nominations. The motion to close the nominations for President was unanimously approved (1<sup>st</sup> Gallegos, 2<sup>nd</sup> Quillen). The Regents voted on Jack Fortner for President, the vote was unanimous in favor of Regent Fortner for President of the Board of Regents with a quorum of Regents present and voting.

Regent Fortner asked for nominations for Vice President to the Board of Regents. Regent Koch nominated Regent Conrad James for Vice President; Regent Quillen seconded the nomination. Regent Fortner asked if there were any other nominations. Regent Fortner asked if there was a motion to close the nominations. The motion to close the nominations for Vice President was unanimously approved (1<sup>st</sup> Hosmer, 2<sup>nd</sup> Gallegos). The Regents voted on Conrad James for Vice President, the vote was unanimous in favor of Regent James for Vice President of the Board of Regents with a quorum of Regents present and voting.

Regent Fortner asked for nominations for Secretary to the Board of Regents. Regent Quillen nominated Regent Bradley Hosmer for Secretary; Regent Overton seconded the nomination. Regent Fortner asked if there were any other nominations. Regent Fortner asked if there was a motion to close the nominations. The motion to close the nominations for Secretary was unanimously approved (1<sup>st</sup> Gallegos, 2<sup>nd</sup> Overton). The Regents voted on Bradley Hosmer for Secretary, the vote was unanimous in favor of Regent Hosmer for Secretary of the Board of Regents with a quorum of Regents present and voting.

#### PRESIDENT'S ADMINISTRATIVE REPORT

President Frank congratulated the Regents that were voted into office. On February 28, UNM celebrated its 125<sup>th</sup> birthday. He thanked those who worked on putting on this celebration and mentioned the great media coverage. There was a great article in the ABQ Journal, which discussed a theme presented by Provost Abdallah in one of his communiqués, an idea that we come together around the complexity of the University but focus on one University. There have been a number of positive editorials in the ABQ Journal and he thanks Regent Koch for his aid in developing a positive relationship with the editors.

UNM has received a grant from Living Cities Foundation as one of five cities to be awarded. Living Cities is a conglomeration of 22 of the largest foundations in America, they focus on how to address poverty in large cities but they also bring together many resources that can be leveraged. It is a great opportunity for UNM and they were interested in UNM because of the Innovate ABQ project.

Last week, CNM announced they are creating the CNM STEMulus Center downtown and near the Innovate ABQ site. This program will allow for work training and will collaborate with the Innovate program. Again, this shows the value of leveraging the efforts of the University of New Mexico, the City and the County. Innovation Academy is also underway through the Provost's office and Carol Parker is leading the efforts, there is a lot of excitement and support from faculty. Last week, the University held Honors Day to get the best and brightest students from New Mexico to meet with Faculty and view the campus. Enrollment is also up for second semester retention, which is at 90.3% and exceeds our goal of 90%. There is also a 2% increase in returning freshman from last spring. Headcount is also up at UNM West and there is an increase of 11% in transfers from other New Mexico schools.

Dr. Breda Bova who has served as the athletic representative to the NCAA for many years is retiring in June. Dr. Amy Neel, former Faculty Senate President has been selected to succeed Dr. Bova in that role. Dr. Neel will begin her 3-year term beginning July 1.

President Frank commented on the University budget. He stated that the funding from the State has gone down but enrollment has gone up which makes it difficult for the budget as there are less dollars to allocate. Therefore, the money has to be made up somewhere to educate these students and give them the kind of education that we think is necessary for them. As the Regents prepare for the March 25 Budget Summit, we are the largest University in the state, we educate 50% of undergraduates in the state, 80% of the professional students in the state, and professional education is the most expensive education, but we want doctors in this state and we want to have people that have professional education. New Mexico cannot prosper unless we create knowledge. Our salaries are behind our state competitors, we do not benchmark ourselves against Universities in New Mexico because they all have distinct missions. Four year colleges here do not do the research mission that we do, even NMSU, it is

a big school but does not serve in the same niche we serve in. We compare ourselves to the University of Colorado, University of Texas, University of Arizona; those are the schools that are in the same niche as we are in. They are paying much higher salaries and when we lose faculty, we generally lose them to those schools. In the School of Medicine, salaries are set at the 25<sup>th</sup> percentile of the AANC. But nobody wants a doctor that practices at the 25<sup>th</sup> percentile. Our doctors practice at the 110<sup>th</sup> percentile of competence. We have a big discrepancy. We have great practicing doctors but our pay is too low. That is a challenge we currently face as a University.

#### COMMENTS FROM REGENTS

Regent Fortner spoke about his recent trip to Washington D.C. with President Frank.

#### PUBLIC COMMENT (specific to agenda items)

Carol Stephens, commented on the Finance and Facilities agenda item #4, Group Health Insurance Benefits. Ms. Stephens is a UNM retiree and stated that she believes the numbers may be incorrect and more demographic information may be needed. She was happy with the Regents concern that the Retirees were excluded from the RFP process, and she thanked President Frank and the Regents for their commitment to openness and transparency.

Leslie Eason, commented on the Finance and Facilities agenda item #4, Group Health Insurance Benefits. Ms. Eason is a UNM retiree and stated that she believes there are some discrepancies with the numbers and that the retirees would like to meet with actuaries. Her biggest concern is with the experienced rating and how the pre-65 were removed from the pool. She also believes that private health information may have been used inappropriately.

Guy Watson, commented on the Finance and Facilities agenda item #4, Group Health Insurance Benefits. Mr. Watson is a UNM retiree and stated that the real issue is cutting benefits to save money. UNM is operating more like a corporation than a school. Where does the University place a priority on those who have served UNM for many years.

Glen Efferz, commented on the Finance and Facilities agenda item #4, Group Health Insurance Benefits. Mr. Efferz is a UNM retiree and is concerned with the issue of the retiree benefits. There needs to be transparency.

#### REGENTS COMMITTEE REPORTS (presentation materials included in BOR E-Book)

FINANCE AND FACILITIES COMMITTEE, Regent James H. Koch, Chair

1. Monthly Consolidated Financial Report and Fiscal Watch report.

Liz Metzger gave the presentation. The Monthly Consolidated Financial Report is as of month end January 31, 2014. Spring semester tuition and fees have posted. Ms. Metzger reviewed the new metrics for the report, which included bar graphs developed for the Regents. The first graph covers the Consolidated Total Operations and it is a five year representation of our net revenue and net expense, which is our bottom line result of operations. What that graph is showing is going back 5 yrs for each quarter month end. Each quarter month end is reflective for each fiscal year and allows to see how we are in line with prior years. A graph with Main Campus information only was presented and shows net result of operations. A graph of revenues and expenditures for five years displayed Instruction and General results only. The bar graph is the chosen graph from the F&F Committee. At this point in the fiscal year, nothing looked out of the ordinary as to what has been budgeted.

#### Consent Items – agenda items 2 and 3 (Finance and Facilities)

2. Disposition of Surplus Property for Main Campus on list dated 2/14/2014.
3. Approval of Project: Construction Manager at Risk Selection for Chemistry Building renovations (Clark Hall)

**The motion to approve consent agenda items 2 and 3 passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Koch, 2<sup>nd</sup> Gallegos).**

Action Items – agenda items 4 and 5 (Finance and Facilities)

## 4. Discussion and Approval of Group Health Insurance Benefits Plan for FY15

Jewel Washington, Mike Duran & Bruce Cherrin gave the presentation. Mike Duran stated that all of the numbers are run through consultants and actuaries and are reviewed by external auditors.

In response to Regent inquiry, the accrued liability is at \$94 million because \$4 million has been contributed to the VEBA. There may be a small adjustment going back up the other way because of trend. I think we are looking at about a 6-7% increase because of trend this year.

EVP Harris would only say that before the Regents authorized the formation of the VEBA last year, our projected liability on our balance sheet was around \$160 million. In forming the VEBA, we have reduced it by \$70 million in one year; our objective is to manage this liability but we have never suggested it would go away entirely. We have to report this on our financials because it is a GASBY rule. GASBY, the Governmental Accounting Standards Board, has adopted policies with respect to future benefits of current employees.

Regent Gallegos stated that he is skeptical as to what has been done to reduce the unfunded liability because we assume for the investment of these funds in which we must reserve the principle a 7% return and instead if you calculate say a more realistic 2-3% return, then the unfunded liability stretches on out there so it is a moving target.

EVP Harris stated that they did go back to the actuaries' and double checked those assumptions after this point was raised. They affirmed their original assumption, but I think just as actuaries do there may be some margin of error there.

Regent Koch stated that the Regents will put this on the table and will discuss this proposal during Executive Session.

President Frank stated that the decision to create the VEBA was foresighted by the Regents in response to federal government regulations. The Regents had made a very important decision to protect the future of the University. It was a tough decision and we are now struggling with some consequences of it, and we are doing our best to work through all of the details.

Bruce Cherrin reported that they went out to bid for Medical Providers and put out RFP #1645. There were 5 respondents to the RFP. The recommendation is for UNM HSC, Presbyterian, and Blue Cross Blue Shield.

Regent Gallegos stated that the financial statements affect whether we can borrow and how much it costs to incur debt. Booking large liabilities can have serious consequences. The intent was not to single out retirees but to look at the whole financial picture of the University.

**The motion to table the approval of Group Health Insurance Benefits Plan for FY15 and discuss further in Executive Session passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Koch, 2<sup>nd</sup> Gallegos).**

## 5. UNM Administrative Levels of Authority in the Ordinary Course of Business: Proposed Update of Approval Thresholds.

Ava Lovell gave the presentation. Requesting Regents' approval of the UNM Administrative Levels of Authority. This proposal started a year and a half ago and has been refined many times. At the F&F meeting, Regent Gallegos made a good suggestion that was taken to the HSC Board and approved there. The suggestion was to simplify what we bring to the Board of Regents for approval, bring anything over a million dollars, except if the statue is required by HED or SBOF or if it is a financial and legal settlement.

Regent Hosmer made a suggestion that the Administration come back to Regents in a year with their recommendation for any further refinements after some experience operating under these decisions.

**The motion to approve the proposed update of approval thresholds passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Gallegos, 2<sup>nd</sup> Hosmer).**

Information Items – (Finance and Facilities)

## 6. Presentation of FY15 Athletic Department Budget

Paul Krebs gave the presentation. Information was presented to the Regents on the FY15 Athletics Department Budget. The mission statement, core values, and goals were discussed. They are in the final year of a six-year strategic plan. The number one goal was academic success and they have made real accomplishments. There are 38 student athletes who have a 4.0 GPA or better and the graduation rate is at 55% compared to the student body at 45%. For the Learfield Sports Cup UNM ranks 17<sup>th</sup> which may increase with Basketball and Skiing results. The revenues and expenditures were discussed, including ticket sales at \$7.1 million. Student Fees make up 13% of the budget and State Funding makes up 8% of the budget which is less than NMSU. Fundraising makes up about \$9.5 million and they are hoping to close on 2 major gifts. Personnel costs and grant in aid make up most of the expenditures. A major goal of Athletics is to get more students into the football games as there is a great turnout at the student tailgates.

VP Krebs stated that the additional support from student fees has risen from \$1.8 million to \$4 million and Athletics has had great conversations with the Student Fee Review Board. We have 21 varsity sports outside of the Air Force Academy, the largest athletic program and we have over 450 student athletes in our program.

Regent Koch stated that before VP Krebs came on, UNM was about to lose scholarships in Football, Basketball, and Baseball because the problems in academics. He has really increased the academic success. Also, if you take a look at the student fees and state funding, you will notice of all the conference, we are at the bottom. And we are operating a program that is so successful in athletics so when you take a look at that and see the level of state funds that our competition has, we are right at the bottom.

President Frank commended VP Krebs on the success of the Athletic Program, specifically the academic improvement. There is also a vast number of international student athletes which is good for our school. The Athletics program is great for our University because it brings positive publicity and even Governor Martinez has attended Men's Basketball games which engages her with UNM.

Heidi Overton thanked Mr. Krebs for the quality of his presentation and the quality the Athletics program, specifically regarding academics.

Bradley Hosmer drew attention to the graduation rate as a proxy for how effective the Athletic program is and how well integrated it is into the University's objective.

## 7. Contract information: President's Office – CIRRA, Inc.

Bruce Cherrin was not present to present. Regent Koch stated that Information Item 7 is a contract with the President's office and Cirra, Inc. for \$285,075.

## 8. Office of Capital Projects Executive Summary Report

Chris Vallejos gave the presentation. Information was provided on the UNM Capital Projects Executive Summary Report. Currently there are 13 major capital projects going on at the University of New Mexico. There are two in programming, eight in design, and three in construction. One project has been put into yellow status, the McKinnon Family Tennis Center due to the temperature not being at 60 degrees to put the final coat on the tennis center. They are on target to complete the final coat in the next few weeks at temperatures rise. In response to Regent inquiry, the UNM Los Alamos Branch Campus Science Labs project is no longer in yellow status as it has received approval from HED and is moving forward.

## 9. UNM Regents' Endowment Fund Portfolio

Leslie Boni gave the presentation. Information was provided to the Regents on the UNM Regents' Endowment Fund Portfolio. Ms. Boni is pleased to report that for the quarter ending December 31, 2013, the Regents' Portfolio is up 9.7%, and for the first half of FY2014 is up 16.2%. It has been a great time to be in stocks and she thanked the Board for their support. Ms. Boni mentioned that a number of her students are athletes and Carolyn Durbine, a former Women's Basketball player who recently graduated, recommended one of their

best positions. There are a lot of international students, many skiers. This program was established in 2006 and many were involved included EVP Harris and Doug Brown as well as the Regents.

#### 10. Progress Report on Guaranteed Tuition Model

Terry Babbitt gave the presentation. Information was provided to the Regents on the progress of the Guaranteed Tuition Model. This is an initiative from the Tuition and Fee Policy committee in which Mr. Babbitt, Andrew Cullen and Greg Heileman are co-chairs. The committee was tasked to develop a proposal for guaranteed tuition. Several states have this type of model mandatory by legislation and some have a voluntary model. The item before the Regents is a voluntary model in which a student would choose to opt in with a 10% surcharge and they would have the same tuition and fee rate locked in for 4 years. It is contingent on the student graduating in 4 years. Per Regent Koch's request at the F&F meeting, they consulted with the Controller's and Bursars Offices on the expenses of administering the program. Roughly, the estimate is about 1½ FTE which is around \$75K administrative cost. It is not just for one program, but for all of the tuition structures together to make the tuition rules, develop registration rules, and attributes that would identify those students. It may also include a provision that if the individual who selects the volunteered guaranteed tuition in the end pays more than a cohort who went the traditional route, the difference would be refunded. It would not be considered an expense because it would be reimbursed from the student's tuition.

- Regent Fortner asked President Frank and EVP Harris to prepare a budget with two scenarios, one with a 0% tuition increase and one with a 1% tuition increase.

#### HEALTH SCIENCES BOARD, Regent Suzanne Quillen, Chair

##### Action Item – agenda items 1 and 2 (Health Sciences Board)

#### 1. Approval of 2004 Series Bond Resolution.

Steve McKernan gave the presentation. Requesting Regents' approval of the 2004 Series Bond Resolution. In the Regents' packet is a resolution recommendation that this resolution passed that would allow for the pre-funding of the 2004 Bond Issue that financed the Richardson Pavilion at UNMH. Under the official statement, the first date that we could allow for pre-funding of that Bond issue would be on July 1, 2014. One of the requirements in the official statements and the covenants and the indenture is that the Regents' would need to pass a resolution to authorize that to occur. This will give the Regents' and the University ultimate flexibility as it relates to that bond issue and if there were a situation and a condition that existed where it was optimal for the financing of the Hospital to do some pre-funding then we would have that availability. They have run an initial set of pro-formas and it looks very positive principally because it keeps the Hospital's investment in reserves.

**The motion to approve the 2004 Series Bond Resolution passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Fortner, 2<sup>nd</sup> Hosmer).**

#### 2. Approval of Contracts:

- UNM Hospital Contract with Image Stream Medical, Inc.
- UNM Hospital Contract with J.M. Smith Corporation, dba QS/1 Data Systems

Steve McKernan gave the presentation. Requesting Regents' approval of two contracts, Image Stream Medical and J M Smith Corporation. These were brought before the HSC Board and recommended for approval. The first item is related to a video imaging system that would be in the Pavilion Operating Rooms which allows for merging of different types of images from X-rays, MRI's. It also allows for somebody outside the operating room to consult on a patient in the operating room without their need to gown. This is the state of the art in all operating rooms in the United States. We have a current package which is dated and does not operate well. This would bring us up to date on that.

The second item is for new outpatient pharmacy information system. We have a very active outpatient pharmacy over at 1209 University where we see in excess of 1000 patients a day, and distribute over 3000 scripts per day. The current software is old and has had a number of comments from Internal Audit about

the insufficiency of the current system and that we need to bring this up to snuff to make sure that we have good compliance in internal controls.

**The motion to approve the UNM Hospital contract with Image Stream Medical, Inc. and the contract with J.m. Smith Corporation passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> James, 2<sup>nd</sup> Overton).**

Information Item – agenda items 3 and 4 (Health Sciences Board)

3. UNM Hospital Surplus Property Disposition

Regent Quillen stated this item will come to the Board of Regents for approval in April.

4. HSC Financial Update.

Ava Lovell gave the presentation. An update was provided to the Regents on the HSC Financials through January 31, 2014. Ms. Lovell discussed highlights and stated that all spring tuition has posted, which leaves the academic side at \$9.7 million favorable. For Cash from Operations, the Medical Group is favorable \$4 million, UNMH is favorable almost \$20 million, but depreciation will bring it down, and SRMC is at \$109K favorable. Operating Net Margins are all favorable except for SRMC which is still carrying an unfavorable balance from its first quarter. All of the other stats are going in the right direction, except for our Uncompensated Care which we have not seen anything go down yet, but it is only one month into the ACA. Otherwise we have very favorable results of operations at the end of January 31, 2014. In response to Regent inquiry, the bed occupancy rate at SRMC is in the 60-65% occupancy ration right now but that number is growing and there has been an increase in surgeries. The demographics are showing significant access to people of Sandoval County who previously had not been served. There is a tremendous latent demand in the community for treatment for people who didn't believe they had prior access to these services.

ACADEMIC/STUDENT AFFAIRS AND RESEARCH COMMITTEE, Regent Bradley Hosmer, Chair

1. Update from the Provost.

Provost Abdallah provided an update on Academic Affairs. Joe Checci was introduced as the new Dean for the College of Engineering. There are three searches underway for Deans of the College of Education, Anderson School of Management and University Libraries.

UNM has put out one MOOC, Massively Open Online Course, and there are currently 10,000 students registered and growing. These are students from all over the world who are registering for a course that is given by one UNM faculty, it will help us in getting our name out there. Soon we will be able to attract some of those students to continue or to get UNM credit.

Provost Abdallah applauded VP Krebs on his successful Athletics Program and positive improvements in academics. If the University had the same ratios that Athletics has, the graduation rates would be at 55-60%. He urges the Regents to look at the value and return on investment rather than immediate costs. If we had done the same thing for athletics, athletics would still be having a very low graduation rate but instead you are wise enough to look at the long term. Our graduation rate is up 2%, which is 65% more degrees. As you help in finalizing our budget, he urges the Regents to look at the long term and the investments and continue in supporting the academic mission.

Provost Abdallah stated that the ratio of students to advisors at UNM is about 800 to 1. They are working on rearranging and will hopefully hire 4 more this year. The ratio should really be at 350 students to 1 advisor. We need about 7 and we had a plan every year, the academic plan, that actually requested 4 per year and we have 2 more years into that plan. This coming year our request was for 4 more and I believe we have 3 more for next year and I believe we will be at the right level and place. Because if you took the average across campus it's misleading, most of the students are at the University College where we have the worst averages. Meanwhile we have colleges or Departments who have a very small, very low average 100 to 150. 350 is the norm and that is what we are shooting for but we also need to do it not just as an average but within each college and program. Since President Frank came along they have added a lot of investments including

tracking software and more staff. The number of credit hours has also been reduced to 120 credit hours. We have the 15 credit hours now, which allows our students to go through the system. Regent James stated that the two-tiered approach of having both professors and advisors is beneficial to our students.

Regent Overton stated that she supports the Provost's Academic Plan but would like the Administration to look for efficiencies and options within the budget where we can support the plan.

Regent Gallegos commended the Provost's office in developing guidelines, now there is a system where there used to be no system.

Action Items – agenda items 2, 3, 4, 5 and 6 (ASAR)

2. Approval of C969 – New Bookkeeping Certificate–Gallup

Coleen Arviso gave the presentation. Requesting Regents' approval for the C969-New Bookkeeping Certificate at UNM Gallup Branch. At UNM Gallup, they have been working diligently in updating the curriculum to address student, local business, and community needs. This certificate ties into the Associate of Arts in Business Administration, which also articulates to the UNM Anderson School of Management Bachelor of Business Administration. Our campus has budgeted for this new certificate and Tim Martin, UNM Gallup Business Operations Director, created the potential budget and has been active in our curriculum discussions.

**The motion to approve the C969 New Bookkeeping Certificate for UNM Gallup passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Hosmer, 2<sup>nd</sup> James).**

3. Approval of Form D-Professional Practice Doctoral Degree in Occupational Therapy (OTD)

Item 3 was stricken from the agenda.

4. AIMS West Side Needs Assessment, and Proposal

Dr. Wynn Goering and Kathy Sandoval gave the presentation. Requesting Regents' approval of the AIMS West Side Needs Assessment and Proposal. Dr. Goering presented a status report for UNM West. Kathy Sandoval commented that AIMS is in a partnership with UNM, this is a positive thing for UNM because the students already have a vested interest in the University as 80% of the students go to UNM after AIMS. STEM Education was discussed.

Regent Overton thanked them for their work; she is happy to support year one and is looking forward to the next steps.

Senator Ivey-Soto commented that this is a great collaboration. AIMS is positive part of the community and the increased dual enrollment will occur in Sandoval County. He is impressed with the efficiency in operations of UNM and this is part of that collaboration toward excellence.

Regent Hosmer moved a variant motion that the Regents support in principle a partnership of AIMS and UNM West, and requested that a detailed proposal be brought forth to the full Board of Regents in May 2014.

**Motion to approve Regents supporting in principle a partnership between AIMS and UNM West, including a one-year transition starting Fall 2014, in which AIMS is hosted at UNM West, with a detailed proposal to be provided in May 2014 -- the purpose of this support is to provide two months for AIMS and UNM to develop a plan to provide space for AIMS after one year, to fill in details of how this partnership would work, and to assure that AIMS will be welcome in Rio Ranch, passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Hosmer, 2<sup>nd</sup> James).**

5. Approval of Retiree Association Memorandum of Understanding

Regent Hosmer gave the presentation. Regents' approval was requested for the Retiree Association Memorandum of Understanding. This is a standard MOU between the Retiree Association and the University. President Frank stated that in spirit he supports both proposals. However, he is not in favor of "shared



governance" and would like the wording to be sharper. Regent Gallegos suggested that the MOUs be amended to strike the words "to participate in shared governance and" from section E in the MOU.

**Motion to approve the Retiree Association memorandum of understanding with the amendment to strike, "to participate in shared governance and," from section E. of the document passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Gallegos, 2<sup>nd</sup> Overton).**

#### 6. Approval of Parent Association Memorandum of Understanding

Regent Hosmer gave the presentation. Regents' approval was requested for the Parent Association Memorandum of Understanding. This is a standard MOU between the Parent Association and the University. President Frank stated that in spirit he supports both proposals. However, he is not in favor of "shared governance" and would like the wording to be sharper. Regent Gallegos suggested that the MOUs be amended to strike the words "to participate in shared governance and" from section E in the MOU.

**Motion to approve the Parent Association memorandum of understanding with the amendment to strike, "to participate in shared governance and," from section E. of the document passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Gallegos, 2<sup>nd</sup> Overton).**

#### Information Items – agenda items 7 and 8 (ASAR)

##### 7. STEM Objectives and Outcomes

Tim Schroeder gave the presentation. Information was provided on the STEM program. The efforts to improve stem gateway program was discussed. There are four major areas including the STEM Course Redesign, Peer Learning Facilitators, Courses and Workshops, and finally, Institutional Research. The UNM Cooperative was also discussed, four major areas including, CNM/UNM Curriculum Agreement, Transfer Initiatives, Institutional Research and Student Educational Leaders were discussed. They are tracking data for these programs to find efficiencies. Students enter the courses by registering; there is a marketing process and partnership. This is a five-year program. Regent Hosmer stated that this program serves UNM well.

##### 8. Remedial Course Replacement – Stretch/Studio and MaLL

Mark Peceny gave the presentation. Information was provided to the Regents on the remedial course replacement including the Stretch/Studio and MaLL. The Stretch/Studio Composition was developed for English to replace remedial courses. MaLL was developed as a self-paced learning lab that has several professors available but no lectures as the students use computers. Math 101, 102, and 103 will replace Math 120, which had a very poor pass rate of 35%. With these programs in place, pass rates for English and Math have increased. It has taken a year to understand how to use the MaLL, but it is being utilized for students to pass the former Math 120. This was an initiative to aid in student success, which has been very effective.

#### AUDIT COMMITTEE, Regent Gene Gallegos, Chair

Regent Gallegos provided a summary of the February 20, 2014 Audit Committee meeting.

#### COMMENTS FROM REGENTS' ADVISORS

Alumni Association, President Randy Roister. President Roister provided an update to the Regents on current Alumni Association initiatives.

UNM Foundation, President and CEO Henry Nemcik for Chair Carl Alongi. Mr. Nemcik provided information on the UNM Foundation, which was also included in the BOR e-book.

Faculty Senate, President Richard Holder. Dr. Holder presented an update to the Regents on Faculty Senate initiatives. With the upcoming Budget Summit, he advocated compensation increases for Faculty.

Board of Regents Meeting Minutes

Staff Council, President Gene Henley. President Henley presented an update to the Regents on Staff Council initiatives. With the upcoming Budget Summit, he advocated compensation increases for Staff.

PUBLIC COMMENT (there was no public comment during this time)

**VOTE TO CLOSE THE MEETING AND TO PROCEED IN EXECUTIVE SESSION**

**Motion to close the meeting and proceed into Executive Session passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Koch, 2<sup>nd</sup> Gallegos). The meeting closed at 12:32 a.m.**

Executive Session 12:33 a.m. –2:00 p.m. in the Cherry Silver Room

1. Discussion of purchases exceeding \$2,500 that can be made from only one source, and competitive sealed proposals solicited pursuant to the Procurement Code [13-1-28 NMSA 1978], pursuant to Section 10-15-1.H(6), NMSA (1978).
2. Discussion and determination where appropriate of the purchase, acquisition or disposal of real property pursuant to Section 10-15-1.H (8), NMSA (1978)
3. Discussion and determination where appropriate of threatened or pending litigation pursuant to Section 10-15-1.H (7), NMSA (1978).
4. Discussion and determination where appropriate of limited personnel matters pursuant to Section 10-15-1.H (2), NMSA (1978).

**Motion to open the meeting passed unanimously, there was certification that only those matters described in the Executive Session agenda were discussed in closed session, and there was one item upon which to take final action in open session (1<sup>st</sup> Quillen, 2<sup>nd</sup> Overton).**

The meeting opened at 2:01 p.m.

**Motion to approve the selection by Human Resources of the three claims administrators passed unanimously with a quorum of Regents present and voting (1<sup>st</sup> Gallegos, 2<sup>nd</sup> James).**

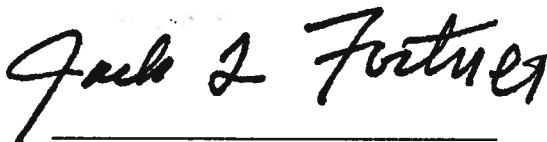
**VOTE TO ADJOURN**

**Motion to adjourn the meeting passed unanimously (1<sup>st</sup> Quillen, 2<sup>nd</sup> Overton).**

The meeting adjourned at 2:07 p.m.

Approved:

Attest:

  
 \_\_\_\_\_  
 Jack L. Fortner, President

  
 \_\_\_\_\_  
 Bradley C. Hosmer, Secretary/Treasurer

Minutes originated by: Mallory Reviere and Sara Gurule  
 Minutes finalized by: Mallory Reviere