UVU BOARD OF TRUSTEES  
June 11, 2009  
7 p.m., S213c

Board of Trustees Members Present  
Janette Hales Beckham  
T.J. Fund  
Steven J. Lund  
Carolyn H. Merrill  
Doyle M. Mortimer  
Terry E. Shoemaker  

Board of Trustee Members Excused  
Greg Butterfield  
Daniel W. Campbell  
Timothy R. Clark  
Paul B. Clyde  
Joseph Watkins  

UVU Regular Attendees  
President Matthew S. Holland  
Cory Duckworth, Vice President Student Affairs  
Vincent Fordiani, Special Assistant to President for Constituent Relations  
Elizabeth J. Hitch, Academic Vice President  
Linda Makin, Executive Director of Planning and Budget  
Clint Moser, PACE President  
Karen Olsen, Secretary to the Board  
Val Peterson, Vice President Administration and Legislative Affairs  
Hugh Rode, Faculty Senate President-elect  

Guests  
Ian Wilson, Dean Woodbury School of Business  
Chris Taylor, Associate Vice President University Marketing  

Press  
Joe Pyrah, Daily Herald  

Dinner guests were spouses of the Board of Trustees and university administration; Keith and Greer Hitch, and Mimi Sinclair, family members of outgoing interim president, Elizabeth Hitch. Interim President Hitch was honored for her outstanding service during the past year.

I. ACTION

A. Resolution of Appreciation for Trustee Timothy R. Clark. Chair Janette H. Beckham read the Resolution of Appreciation for Tim Clark who has served as a Trustee for the past four years. He will be stepping down as a board member July 1 to spend more time building his business.

New Trustee Terry L. Fund, Jr. (T.J.) was introduced. He graduated in business management from UVSC in 1999. He spent a few years in France, his wife’s native country, then returned to BYU where he received his law degree. He has stayed active in international business affairs and currently works for Nature’s Sunshine Products. He was recently appointed Chair of the UVU Alumni Board. His goals include increasing the effectiveness of the Alumni Association and the Alumni Board, and looks forward to working with the Trustees.

Trustee Terry L. Fund, Jr. (T.J.) was given the Oath of Office by Trustee Chair Janette H. Beckham.

Resolution of Appreciation for Trustee J. Scott Jenkins. Chair Janette H. Beckham read a Resolution of Appreciation for outgoing Alumni President Scott Jenkins. Scott reluctantly stepped down when his work took him to Arizona, and hopes to stay involved with UVU and the Alumni Association.

Resolution of Appreciation for Interim President Elizabeth J. Hitch. President Matthew S. Holland read a Resolution of Appreciation for the service rendered by Interim President Elizabeth J. Hitch. A short video of her year of service was shown. She will now return to her duties as Academic Vice President.
B. **Thanksgiving Point and Geneva Building Property Transactions.** Trustee Merrill motioned for approval of the property transaction exchange of the Geneva Building owned by UVU for ten acres of land owned by the MATC at Thanksgiving Point, along with a cash payment of $1 million by UVU to MATC. Trustee Mortimer seconded. Voting was unanimous.

C. **Department of Physical Education and Recreation Name Change.** Vice President Hitch said the department has made the request to be called the Department of Exercise Science and Outdoor Recreation in order to more closely align with their mission. Trustee Merrill motioned for approval of the name change of the Department of Physical Education and Recreation to the Department of Exercise Science and Outdoor Recreation. Trustee Shoemaker seconded. Voting was unanimous.

D. **Deletion of Policies:**
   - **356. Staff Educational Reimbursement Fund**
   - **359. Staff Development Fund**
   - **633. Instructional Development Fund Awards (faculty)**

   Clint Moser, staff association president (PACE), explained the two staff policies detailed use of staff development funds. These funds, along with similar faculty funds, will remain but will not be governed by policy. PACE and Faculty Senate will oversee the procedure and have created guidelines to manage the budget and disperse funds. Trustee Fund motioned for approval of deletion of Policies 356, 359 and 633. Trustee Shoemaker seconded. Voting was unanimous.

E. **Budgets**
   - **a. 2008-09 Revised Appropriated Operating Revenue.** Budget was revised to recognize budget reduction from the legislature and also the tuition from enrollment growth from fall and spring semester. Summer enrollment is also positive.
   
   - **b. 2009-10 Appropriated Operating Revenue and Expenditures.** This budget is not required to be approved by Trustees, but because it is the largest of the institutional budgets, the administration felt it was appropriate for Trustees to review. This budget includes a beginning decrease of $1.57 million as a result of state budget reductions, which translates to UVU now being 45.49% state supported. New allocations and reallocations were targeted to strategic directions in critical areas impacted by the budget cut and in response to growth needs. Budget also includes federal stimulus money, although that funding is still unclear. Trustees asked for talking points with legislators: a) number of FTE’s cut in budget, b) square foot per student, c) net-effect of budget reduction state-wide and institutionally, d) percent of state funding per institution, and e) impact of Utah County being the fastest growing county in the state.
   
   - **c. 2009-10 Institutional Interest Income Budget.** Investment revenue is down, which was anticipated, so many items funded by interest income previously have been moved to appropriated accounts.

   Trustees asked questions about institutional carryforward (limited to 1% overall), the impact of reduced budget on Wasatch campus (services have not decreased and summer enrollment is up), difference in honors program budget (addition of residential housing), funding for scholarships (competition for scholarships this year has increased dramatically and fundraising is encouraged to attract the top students in specific areas). A capital campaign will be instituted in the near future with one of the outcomes to increase scholarships for undergraduate students. It was noted the scholarship grid was a trustee initiative, where students can quickly determine if they qualify for scholarships based on GPA and ACT scores. The student scholarship profile will be shared with Trustees at a future meeting.

   Trustee Lund motioned for approval of the 2008-09 Revised Appropriated Operating Revenue Budget, the 2009-10 Appropriated Operating Revenue and Expenditure Budget and the 2009-10 Institutional Interest Income Budget. Trustee Fund seconded. Voting was unanimous.

F. **Rank Advancements.** Trustee Shoemaker motioned that the decision on rank advancements be tabled until next Trustee meeting. Trustee Fund seconded. Voting was unanimous.
II. GENERAL CONSENT CALENDAR

A. Minutes of April 9, 2009 Board of Trustees Meeting. Change will be made in minutes under I.G. to state there will be no “across-the-board” increases in compensation.

B. Human Resources Report for April and May 2009

C. Investment Report for March 2009. It was noted this is the first positive investment report this year.

D. Woodbury School of Business Renovation. Dean Ian Wilson made a brief report on the renovation request. Part of the Woodbury family donation will be used to renovate the Woodbury School of Business building to raise the visibility and quality of the school. Four classrooms will be upgraded for MBA classrooms and an Investment Lab will be implemented. Other uses of funding will be for branding and promotion of “engaged opportunity”, improved signage, upgraded advising, and additional professorships. UVU has the largest public business school in the state with 3550 students.

E. Small Business Administration Loan Payoff. Vice President Peterson explained when the Geneva building was purchased it had two small business loans. Because the loans are older than ten years, they can be paid and closed, which will save interest costs and create a clear title.

Trustee Shoemaker motioned for approval of the General Consent Calendar. Trustee Mortimer seconded. Voting was unanimous.

III. INFORMATION

A. UVU Financial Ratios. Vice President Peterson presented data gathered by the Regents he felt would be of interest to the Trustees, including a strategic financial analysis for higher education in Utah. Figures are for the 2008-09 fiscal year and will change dramatically next year. Figures show UVU as being a financially healthy organization with assets trended upward, mostly because of the money received from the legislature for university status two years ago. It also shows ratio to peer institutions. This information is used as a guideline for bonding purposes. Trustees expressed concern on the small reserves and were told the legislature has effectively encouraged small reserves, which does create a small operating margin.

B. President’s Report. President Holland expressed his great pleasure in assuming the office of President of UVU. He outlined his first week in the presidency including visits with campus personnel, students, Wasatch campus, potential donors, and influential community members, and dealing with a campus emergency situation. He expressed his thanks for the stellar Board of Trustee members and their commitment to closely watch the details of the institution. He looks forward to working with them and the great administration team.

Trustee Shoemaker motioned to move to Executive Session to discuss matters of real estate transactions and character and professional competence of employees as allowed under the Open and Public Meeting Act. Trustee Mortimer seconded. Voting was unanimous.

Meeting adjourned at 5:08 p.m.