

BOARD OF TRUSTEES MEETING
The University of North Carolina at Chapel Hill

The Board of Trustees met in regular session in the Faculty Lounge of the Morehead Building on March 23, 2000 at 9:30 a.m. Chairman Cates presided.

The Student Affairs Committee, Academic Affairs Committee, Finance and Business Committee, and Development Committee all met as a Committee of the Whole.

ROLL CALL

Assistant Secretary Brenda Kirby called the roll and the following members were present:

Anne W. Cates, Chairman
Dr. William R. Jordan, Vice Chairman
William J. Armfield, IV
Timothy B. Burnett
Walter R. Davis
Nicholas P. Heinke
James E. S. Hynes
Jean Almand Kitchin
Dr. Charles A. Sanders
Richard Y. Stevens
Cressie H. Thigpen, Jr.
Richard T. Williams

The following member was absent:

David E. Pardue, Jr., Secretary

CONSENT AGENDA

Approval of Minutes

On motion of Dr. Sanders, seconded by Mr. Williams, the minutes of the regular meetings of November 18, 1999 and January 27, 2000 were approved as distributed.

Approval of Personnel Items

On motion of Dr. Sanders, seconded by Mr. Williams, the following personnel items were approved as distributed:

- Personnel Changes for Information (ATTACHMENT A)
- Personnel Changes in Academic Affairs (ATTACHMENT B)
- Personnel Changes in Health Affairs (ATTACHMENT C)
- Recommendations for Exceptions to (ATTACHMENT D)
Employment Policies Annual Leave Provisions

Ratification of Mail Ballot

On motion of Dr. Sanders, seconded by Mr. Williams, the February 16, 2000 mail ballot was approved as distributed.

(ATTACHMENT E)

CHAIRMAN'S REMARKS

Chairman Cates commented on the following:

- Women's and Men's NCAA basketball tournaments
- The University Foundation Investment Fund is over \$1 billion and returns are way ahead of the strategic investment policy.
- Dinner with all UNC System Board of Trustees Chairs at President Broad's residence. All Board Chairs are in agreement on working toward the facilities needs issue.
- Thank you to Mr. Heinke and Mr. Williams for their attendance at a meeting in Raleigh with the Legislature's Joint Select Committee on Higher Education Facilities. Senator Tony Rand and Representative George Miller are the co-chairs of the committee.
- Thank you to Mr. Burnett, Mr. Heinke, and Mr. Stevens for participating in the legislature's campus visit
- Congratulations to Mr. Stevens who will receive a National Public Service Award on April 3 in San Diego, California

Audit Report

Interim Vice Chancellor Evans, Finance and Administration, presented an Audit Report. A clean report was received during a meeting with the auditors in early January.

Recognition

Mrs. Cates recognized Mr. Brad Matthews, who will be sworn in as Student Body President in April. He will receive the Oath of Office as a member of the Board of Trustees at the May meeting of the Board.

Mr. Stevens congratulated Chairman Cates on receiving the Cornelia Phillips Spencer Bell Award on March 20. The award is given annually to outstanding women in the University.

Resolution

Mr. Stevens read the following resolution.

**RESOLUTION OF APPRECIATION
FOR
NICHOLAS PETER HEINKE
STUDENT BODY PRESIDENT
1999-2000**

WHEREAS, Nicholas Peter Heinke has demonstrated tremendous devotion to The University of North Carolina at Chapel Hill as Student Body President during the last year, untiringly championing not only needs of the students but those of the University as a whole whenever and wherever possible;

WHEREAS, as president, Nic served as an ex officio member of the Board of Trustees, offering this body a strong, yet thoughtful voice on behalf of students on many important issues, including a proposed tuition increase and the need for competitive faculty salaries, eloquently sharing his perspective and, at times, his personal experiences to increase understanding of his position;

WHEREAS, Nic has been an active and productive member of the Chancellor Search Committee, representing the student viewpoint and, in doing so, invaluable contributing to the work of this important body and the future of the University;

WHEREAS, Nic also has played a vital role as the University planned for its future physical growth, offering wise input and counsel as Carolina moved forward with its master plan and efforts to map the potential use of the Horace Williams property;

WHEREAS, under Nic's inspiring and able leadership, Student Government broadened its mission to include public service and, with a cabinet committee focusing on the issue, took the lead in sponsoring Kids Day, which brought young hurricane victims to Carolina for a day of diversion; organized fundraising for East Carolina University students following Hurricane Floyd; established an inter-school blood drive with Duke University; and has laid the groundwork for Project UNC, a day set aside next month for the campus community to unite and focus on public service--all efforts that have served to heighten campus awareness of the importance of public service;

WHEREAS, Nic worked diligently to improve access to Student Government and its operations through efforts such as delivering a monthly State of the University address, encouraging his cabinet members to go door to door in residence halls to listen to student concerns, and moving his cabinet meetings to residence halls to provide greater exposure to students;

NOW THEREFORE BE IT RESOLVED, that the Board of Trustees of The University of North Carolina at Chapel Hill expresses its eternal appreciation and gratitude to Nic Heinke for a job well done, commends his selfless dedication to the students of this great institution, applauds his strong and enduring passion for this University, and wishes him well as he prepares to complete his undergraduate career at Carolina and in all of his future endeavors.

On motion of Mr. Stevens, seconded by Mr. Burnett, the Board approved adoption of the resolution and applauded Mr. Heinke.

Nominating Committee

Chairman Cates advised the Board on her appointment of the Nominating Committee to nominate officers for the 2000-2001 year. Mr. Stevens will chair the Nominating Committee. The other members of the committee are Dr. Sanders and Mr. Thigpen. The Nominating Committee will present the proposed slate of nominees at the Board's May meeting.

CHANCELLOR'S REMARKS

Mr. McCoy commented on the following:

- The Cornelia Phillips Spencer Bell Award Ceremony held on March 20. The re-enactment of the bell ringing on March 24. This was initiated by the Chapel Hill Historical Society. Chairman Cates was this year's recipient.
- The campus tour by members of the Legislature's Joint Select Committee on Higher Education Facilities, several local legislators, other members of the University's administration, President Broad, and representatives from the Board of Governors and General Administration.
- Labor Code Update. Student groups across the nation are requesting that universities join a group called the Workers Rights Consortium (WRC).

STUDENT BODY PRESIDENT'S REMARKS

Mr. Heinke commented on the following:

- He thanked the Board members for the Resolution of Appreciation and expressed his enjoyment at having been able to work with the Board during the past year.
- He recognized various members of Student Government who were present at the meeting.
- His views pertaining to being a student at the University--a desire for an excellent education, creative opportunities and the ability to constantly achieve, and a sense of community

STUDENT AFFAIRS COMMITTEE

Alcohol Update

Sue Kitchen, vice chancellor for Student Affairs, distributed a copy of the "Substance Abuse Task Force Recommendations from the UNC University Gazette, March 26, 1997". [A copy of this document is filed in the Office of the Assistant Secretary.]

Vice Chancellor Kitchen reported that during the course of the past three years the University was selected to participate in a half million dollar grant from the Center for Science and Public Interest with Cornell, which has helped to fuel its efforts. She commented on the Don't Get Wasted Campaign, which was developed out of the Tar Heel Sports Network, and the Ralph Campaign.

Progress has been tracked in two ways: (1) actual alcohol incidents have been looked at and reported to the Board, and for the past three years the number of incidents has risen; and (2) participation in the National CORE Survey.

Melissa Exum, dean of students, reported on the intervention process and the number of total incidents from Fall '98 to Spring '99 (March 1) by the following

reporting agencies: (a) Department of Housing and Residential Education (on campus incidents occurring within the residence halls and surrounding areas), (b) Center for Healthy Student Behaviors (off campus incidents that come to public attention, including Granville Towers), and (c) Office of the Dean of Students (on campus incidents not under the authority of the Department of Housing and Residential Education). She acknowledged the following individuals from these reporting agencies: Joe Boehman, assistant director of the Department of Housing and Residential Education; Sue Gray and Deedee Laurilliard, the Center for Healthy Student Behaviors; and Don Appairius, assistant dean of students, Office of the Dean of Students.

The report also included the types of incidents and sanctions in Fall '99, as well as intervention and prevention strategies [A copy of the report is filed in the Office of the Assistant Secretary.]

Discussion followed the presentation.

ACADEMIC AFFAIRS COMMITTEE

University Librarians' Salaries

Provost Dick Richardson presented a report of the Librarian Salary Study. [A copy of the report is filed in the Office of the Assistant Secretary.]

The following recommendation was offered to the Board for its consideration: The special tuition increase for the purpose of funding faculty salaries should be considered for allocation to librarians as well. At this time, the campus has not adopted parameters for the allocation of these funds. Therefore, based on the salary issues related to this special group of professionals, and the similarity of librarians to faculty on this campus with respect to their professional and academic affiliation, we recommend including the approximately 120 librarians in the process for allocation of the funds generated.

Discussion followed the presentation.

Mr. Williams moved, seconded by Mr. Armfield, that the Board accept the above recommendation. The motion carried.

Update on Admissions

Jerry Lucido, associate vice provost and director of Administration, Undergraduate Admissions, updated the Board on admissions at the University. He began his report with a comparison of the University's admissions to the University of Virginia's admissions from 1996 to 1999. His report included information on early decision applications and admissions, Fall 2000 applications and targeted admissions, currently admitted freshmen, and new initiatives. New initiatives include the following: faculty telephone outreach, student telephone outreach, alumni telephone outreach and yield receptions, class visitation, and

overnight hosting by student volunteers. [A copy of the report is filed in the Office of the Assistant Secretary.]

Update on Academic Scholarships

Mr. Lucido updated the Board on academic scholarships at the University. Included were National Merit scholarships from 1994 to 1999, the number of academic scholarships awarded from 1994 to 1999, and the average SAT scores of freshman academic scholarship recipients from 1997-2001. [A copy of the report is filed in the Office of the Assistant Secretary.]

Update on Admitted Student Survey

Mr. Lucido updated the Board on the percentage of admittees receiving academic scholarships from UNC-CH and other institutions, the median dollar amount of academic award received at UNC-CH and other institutions, mean percentage of costs covered by academic scholarship offered by UNC-CH and other institutions, and decision to enroll at UNC affected by financial aid/scholarships package. [A copy of the report is filed in the Office of the Assistant Secretary.]

Discussion followed Mr. Lucido's presentations.

Update on Student Aid and Scholarships

Shirley Ort, associate vice provost and director, Student Aid, updated the Board on student financial aid at the University. She reported on various enrollment and distribution patterns. [A copy of the report is filed in the Office of the Assistant Secretary.]

Discussion followed the presentation.

Ms. Ort distributed a document titled "Short Summary on Need-Based Student Aid at The University of North Carolina at Chapel Hill". [A copy of the summary is filed in the Office of the Assistant Secretary.]

Technology Update

Marian Moore, vice chancellor for Information Technology, updated the Board on information technology at the University. Ms. Moore began by comparing the projector previously used for showing PowerPoint presentations with the new lighter weight, smaller projector.

Ms. Moore compared the current desktop models and laptop models to the models that were available at the time of the contract signing with IBM as our computer provider.

This year, laptop insurance will be required. It will be mandated that all entering freshmen take out a one-year policy, which will cover accidental damage and theft. Along with a four-year warranty, the insurance covers the device itself.

The policy premium will be \$60 for the year, with a \$50 deductible on the standard laptop. The University will cover grant laptops for four years. These are the machines that will be given out under financial aid. It is hoped that there will be a longer mandatory policy in coming years. This is only being done for one year right now because it is not desirable to tie up all student monies into a four-year policy with a vendor with whom the University has never done business with before this time. There will be discussions with this entering freshman class again next spring, making sure that they will continue on with an insurance policy on their laptops. The Microsoft software will also be provided with each computer.

Ms. Moore also commented on IBM instructional technology grants and the new software agreements.

FINANCE AND BUSINESS COMMITTEE

Approval of the 2000-2001 Ordinance Regulating Traffic and Parking on the Campus of The University of North Carolina at Chapel Hill

Mr. Burnett moved approval of The Ordinance Regulating Traffic and Parking on the Campus of The University of North Carolina at Chapel Hill effective August 15, 2000. Dr. Sanders seconded the motion and it carried.

(ATTACHMENT F)

Approval of the Development Concept for the Ramshead Parking Lot

Dr. Sanders moved approval of the development concept for the Ramshead Parking Lot. Mr. Armfield seconded the motion and it carried.

(ATTACHMENT G)

Approval of Selection of an Architect for Design of a Visitor Education Center at The North Carolina Botanical Garden

Mr. Stevens moved approval to select Frank Harmon, architect, of Raleigh, North Carolina for design of the Visitor Education Center at the North Carolina Botanical Garden. Dr. Sanders seconded the motion and it carried.

(ATTACHMENT H)

Approval of Acquisition of Property Near the Corner of Airport Road and Airport Drive

Dr. Sanders moved approval to purchase the .36-acre vacant lot owned by Mr. David Roberts at a purchase price of \$33,550 and the .3-acre vacant lot

owned by Ms. Edith Page at a purchase price of \$32,450. Mr. Burnett seconded the motion and it carried.

(ATTACHMENT I)

Approval of Acquisition by Lease of Space for Greensboro TEACCH

Mr. Burnett moved approval to acquire by lease approximately 2,905 square feet of office space at 122 North Elm Street, Suite 512, Greensboro, Guilford County, North Carolina, from Self-Help Ventures Fund, c/o Devcon Resources for Greensboro TEACCH. The lease term is for a five-year period commencing May 1, 2000, or as soon thereafter as possible at an initial annual rent not to exceed \$39,217.50 or \$13.50 per square foot including utilities and janitorial services. Beginning in the third year of the lease, the annual rent will increase to \$42,122.50 or \$14.50 per square foot. Beginning in the fifth year of the lease, the annual rent will increase to \$45,027.50 or \$15.50 per square foot. There are two three-year renewal options. The annual rent during the first renewal period will increase to \$46,915.75 or \$16.85 per square foot. The annual rent during the second renewal period will increase to \$51,128 or \$17.60 per square foot. Mr. Stevens seconded the motion and it carried.

(ATTACHMENT J)

Approval of Acquisition by Lease of Space for the Office of University Advancement

Dr. Sanders moved approval to acquire by lease approximately 2,176 net square feet of office space at 205 Wilson Street for the Office of University Advancement. The lease term is 39 months commencing July 1, 2000 or as soon thereafter as possible at an annual rent not to exceed \$38,080 or \$17.50 per square foot including utilities and janitorial services. Mr. Burnett seconded the motion and it carried.

(ATTACHMENT K)

Mr. Armfield commented that the entire Office of University Advancement should be relocated to a site that would be more prominent on campus and where everyone would recognize what is needed in terms of development in order to achieve the University's goals and objectives. It would be hoped that this could be accomplished within the next twelve months.

Mr. Hynes, acting chairman in Mr. Pardue's absence, recommended that the Board of Trustees Development Committee take up the matter. The members of the Board were in agreement with this recommendation.

Approval of an Easement to the North Carolina Department of Transportation for the Widening of North Carolina Highway 54

Mr. Burnett moved approval to grant an easement to the North Carolina Department of Transportation, not to exceed thirty feet in width, along the south

side of North Carolina Highway 54 between Finley Golf Course Road and Friday Center Drive, for the purpose of widening North Carolina Highway 54. Mr. Thigpen seconded the motion and it carried.

(ATTACHMENT L)

Approval to sell the 60 Acre Horace Williams Tract North of Homestead Road

No action was taken on this item. It is pending further discussion.

(ATTACHMENT M)

Ratification of Mail Ballot

Dr. Sanders moved ratification of the February 14, 2000 mail ballot approving the withdrawal of \$180,000 from the principal of the Meadowmont Endowment to be used for renovation of the house and out buildings in connection with the Rizzo Executive Conference Center project. Mr. Williams seconded the motion and it carried.

(ATTACHMENT N)

Preliminary Design Review of The Sonja Haynes Stone Black Cultural Center

This was presented for information only. No formal action was required.

Mr. Phil Freelon, architect, The Freelon Group, updated the Board on this project.

Mr. Armfield expressed concern on the design of the building in relation to its campus surroundings. Mr. Heinke and Mr. Stevens indicated their agreement with these concerns.

Mr. Hynes suggested that further work needed to be done on the design of the building prior to the Board receiving it for approval.

Mr. Williams commented that he applauds the decision to move the facility back away from the street.

(ATTACHMENT O)

DEVELOPMENT COMMITTEE

Development Update

Mr. Burnett, chairman of the Development Committee, presented a report regarding the level of activity and current contributions in the Office of University Advancement.

Mr. Burnett also reported on the Carolina First Campaign. The co-chairs of the campaign are Paul Fulton, Jr. and Charles Shaffer, Jr. This will be a campus wide fund-raising campaign at the University.

AMENDMENT TO BYLAWS

Susan Ehringhaus, vice chancellor and general counsel, presented a Proposed Resolution to the Bylaws of the Board of Trustees of The University of North Carolina at Chapel Hill. Mr. Hynes moved approval of the resolution. Mr. Burnett seconded the motion and it carried. The resolution follows:

WHEREAS, the Bylaws of the Board of Trustees of The University of North Carolina at Chapel Hill provide for special and emergency meetings of the Board of Trustees; and

WHEREAS, it is desirable that the provisions of the Bylaws be consistent with the provisions of North Carolina law concerning the notice required to call either a special meeting or an emergency meeting of the Board of Trustees,

NOW, THEREFORE, Section 202 of the Bylaws of the Board of Trustees of The University of North Carolina at Chapel Hill is hereby amended as follows.

"Section 202 - Special *and* Emergency Meetings

A special meeting of the Board of Trustees may be called by the Chairman, and shall be called by the Secretary or Assistant Secretary upon the written request of not fewer than six members of the Board. A special meeting called by the Secretary or Assistant Secretary shall be held within ten days of receipt by the Secretary or Assistant Secretary of the sixth written request for such special meeting. A notice specifying the time and place of a special meeting of the Board shall be *mailed or provided electronically mailed* by the Secretary or Assistant Secretary to each member of the Board at least *forty eight hours seven days* in advance of the meeting date, *but less than forty eight hours* ~~'but three days'~~ notice may be given by telephone ~~or telegram~~ when, in the opinion of the Chairman, an emergency exists. Any matter of business may be considered at a special meeting of the Board, *but only business connected with the emergency may be considered at an emergency meeting.*"

MOTION TO CONVENE IN CLOSED SESSION

On motion of Dr. Jordan, seconded by Mr. Stevens, the Board voted to convene in closed session pursuant to North Carolina General Statutes Section 143-318.11 (a) (1) (to prevent the disclosure of privileged information under Section 126-22 and the following) and also pursuant to Section 143-318.11 (a) (2), (3), (5), and (6).

CLOSED SESSION

- Development Committee - Report of the Honorary Degrees and Special Awards Committee [A copy of the report is filed in the Office of the Assistant Secretary.]
- Board of Visitors Nominations - The slate and information concerning nominations for the Class of 2004 was presented.
- Consent Agenda - Personnel Changes for Consultation. Dr. Sanders moved approval to authorize the Chancellor to forward to the President and the Board of Governors the personnel report and recommendations presented for consultation. Mr. Stevens seconded the motion and it carried.

(ATTACHMENT P)

- Legal Advice - Ms. Ehringhaus advised the Board regarding several legal matters.

DEEP CLOSED SESSION

Chairman Cates excused everyone in the room except the members of the Board, Chancellor McCoy, Provost Richardson, Vice Chancellor and General Counsel Susan Ehringhaus, and Assistant Secretary Brenda Kirby in order to discuss a personnel matter.

MOTION TO RECONVENE IN OPEN SESSION

Dr. Jordan moved, seconded by Mr. Burnett, that the Board reconvene in open session. The motion carried.

OPEN SESSION

ADJOURNMENT

There being no further business, Chairman Cates declared the meeting adjourned at 2:50 p.m.

Assistant Secretary