

**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 July 26, 2001 at 8:00 a.m. Secretary Pardue presided until the officers were elected.

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

**ADMINISTRATION OF OATH OF OFFICE**

Former Associate Justice of the North Carolina Supreme Court Willis P. Whichard administered the Oath of Office to the following new members of the Board:

Russell M. Carter  
Karol V. Mason  
Hugh L. McColl, Jr.  
Nelson Schwab III  
A. Donald Stallings

**ROLL CALL**

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

David E. Pardue, Jr., Secretary  
Timothy B. Burnett  
Russell M. Carter  
James E. S. Hynes  
Jean Almand Kitchin  
Karol V. Mason  
Hugh L. McColl, Jr.  
Nelson Schwab III  
A. Donald Stallings  
Richard Y. Stevens  
Richard T. Williams  
Justin C. Young

The following member was absent: Paul Fulton, Jr.

**ELECTION OF OFFICERS**

Mr. Stevens, chairman of the Nominating Committee, presented the following slate of officers to the Board for election:

Timothy B. Burnett - Chairman  
Richard T. Williams, Vice Chairman  
Jean Almand Kitchin - Secretary  
Brenda W. Kirby - Assistant Secretary

The Board unanimously approved the slate of officers for the term from July 2001 to July 2002.

**CONSENT AGENDA**

**Approval of Minutes**

On motion of Mr. Hynes, seconded by Mr. Carter, the minutes of the regular meeting of May 24, 2001 were approved as distributed.

**Approval of Personnel Items**

On motion of Mr. Hynes, seconded by Mr. Carter, 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)

**Ratification of Mail Ballot**

On motion of Mr. Hynes, seconded by Mr. Carter, the mail ballot dated June 20, 2001 was approved as distributed.

(ATTACHMENT D)

**CHAIRMAN'S REMARKS**

Chairman Burnett began his remarks by welcoming the new members of the Board and thanking Justice Whichard for administering the Oath of Office to them.

Chairman Burnett commented on the following:

- The goals and issues for the Board.
- Support of the Board for the Chancellor.
- The mission of the Board.
- The new resources available for making changes and improvements on campus.
- The Campus Master Plan.
- The Horace Williams Project.
- Committee assignments. Chairman Burnett requested that Board members advise him of their committee preferences.
- Reassignment of committees. Chairman Burnett recommended that the Finance and Business Committee and the Audit Committee be merged into one committee and a Buildings and Grounds Committee be created. The Buildings and Grounds Committee would confine itself to physical plant issues--site locations, the Campus Master Plan, the Horace Williams Project, selection of architects, etc.
- Chancellor Moeser's accomplishments during his first year at the University:
  - Campus Master Plan;
  - Completion of his team of senior administrators;
  - The University's relationship with the Town of Chapel Hill;
  - The Carolina First Campaign;
  - The University's future relationship with the State of Qatar;
  - Monterrey Tech Initiative;
  - The major grant for the Institute for Latin American Studies;
  - Robertson Scholars Program;
  - Genomics investment.

**CHANCELLOR'S REMARKS**

Chancellor Moeser acknowledged the support of the current Board and the previous Board, and welcomed the new members of the Board.

Chancellor Moeser presented a report on the State's budget situation and its impact on the University. [A copy of the presentation is filed in the Office of the Assistant Secretary.]

Following Chancellor Moeser's presentation, Mr. Carter recommended and moved that a resolution be prepared and presented later during the Board meeting to the North Carolina Legislators indicating that the Board appreciates and understands the dilemma and the situation the legislature faces with the current budget crisis and that two out of three voters of the State of North Carolina spoke very clearly last year in support of higher education. There is some inconsistency with a policy that would be contrary to that position. There should be close review of how the budget dilemma should be settled and not impact the higher education position of this University and the University System. Mr. Stevens seconded the motion. Mr. Schwab recommended the addition of both cost cutting and revenue enhancements to the resolution. Mr. Hynes recommended adding that education is the economic engine of the state and the future of the state's economy rests on education. The resolution should not be directed solely to this University or the University System, but that the Board is speaking as citizens concerned about the future of the State of North

Carolina. Mr. Williams commented that the creation and history of this University point toward serving the State of North Carolina, and that should be emphasized in the resolution.

Chairman Burnett summarized that the Board requests that a resolution be prepared expressing appreciation and understanding both of what the legislature has done for higher education in the state and understanding of the dilemma the state is facing now; that mentions the citizens strong support of higher education, as evidenced by the bond votes last fall; a request for a close review of how to solve the current budget crisis and to look at both sides of the issue--that is, cost cutting, as well as revenue enhancement; and acknowledgement that this is about higher education throughout the state, which is an economic engine, and on which the future of the state depends. This is about higher education--not about UNC-Chapel Hill.

Mr. Young recommended that the resolution embody the entire unit of the University System, not just the University Administration. This would include current students, as well as future students.

Ms. Mason recommended that the legislature be encouraged to adopt a budget that enhances and compliments the will of the voters to further higher education.

Mrs. Kitchin recommended that there be an addition concerning research dollars that generate far-reaching jobs throughout the state and the economic impact of that research.

The motion carried.

Mr. McColl commented that this is an ongoing issue, and the University has the ability to tell the story better by crafting a public documentary on UNC-TV that shows active research actually occurring, what happens after that, and then the clear financial impact. The documentary should be made so that the average man on the street can understand the financial impact, which is jobs and income; and then make the legislators understand it by talking about creating new taxable revenues. Chairman Burnett, the members of the Board, and Chancellor Moeser agreed that this is something that should be done.

Chancellor Moeser commented that a major conference is being planned in the spring of 2002 with Duke University and North Carolina State University, with President Broad's full support, to focus the attention of the state on the power of research universities.

#### **STUDENT BODY PRESIDENT'S REMARKS**

Mr. Young commented on the student perspective that ultimately the commitment to higher education in the state cannot exist without an equally strong commitment to the students of the state. During the next year, he will strive to establish a stronger network among the University System's 16 campuses in order to raise legislative awareness on the campuses across the state.

#### **FINANCE AND BUSINESS COMMITTEE**

Mr. Burnett, chairman of the Finance and Business Committee, introduced the agenda items to the Board.

#### **Design Approval of the Exterior Changes to the Health Sciences Library**

Mr. Hynes moved approval of the design of the exterior changes to the Health Sciences Library. Mr. Schwab seconded the motion and it carried.

(ATTACHMENT E)

**Design Approval of the Administrative Office Building on Airport Drive**

Mr. Stevens moved approval of the design of the Administrative Office Building on Airport Drive. Mr. Pardue seconded the motion and it carried.

(ATTACHMENT F)

**Site Selection for the New Medical Research Building**

Mr. Pardue moved approval of the site for the New Medical Research Building. Mr. Stallings seconded the motion and it carried. The site is in close proximity to other Health Affairs facilities on campus and, after the realignment of Mason Farm Road, will face a proposed new open space. The site requires the demolition of Grounds Department and Housing Support facilities.

(ATTACHMENT G)

**Site Selection for the Student and Academic Services Building**

Mr. Hynes moved approval of the site for the Student and Academic Services Building. Mr. Stevens seconded the motion and it carried. The site is currently occupied by Chase Hall.

(ATTACHMENT H)

**Approval of the Demolition of Grounds Department and Housing Support Buildings**

Mr. Hynes moved approval of the demolition of the Grounds Department and Housing Support buildings. Mrs. Kitchin and Ms. Mason seconded the motion and it carried. The demolition, which is scheduled to occur in 2003, is necessary for construction of the New Medical Research Building.

(ATTACHMENT I)

**Approval of Demolition of Chase Hall**

Mr. Stevens moved approval of the demolition of Chase Hall. Mr. Schwab seconded the motion and it carried. The demolition, which is scheduled to occur in 2004, is necessary for construction of the Student and Academic Services Building.

(ATTACHMENT J)

**Selection of an Architect for Design of the New Medical School Research Building**

Mr. Hynes moved approval of the selection of Lord Aeck Sargent of Atlanta, Georgia for design of the New Medical School Research Building. Mr. Stevens seconded the motion and it carried.

(ATTACHMENT K)

**Selection of an Architect for Design of the Student and Academic Services Building**

Mr. Hynes moved approval of the selection of Venturi, Scott Brown and Associates of Philadelphia, Pennsylvania for design of the Student and Academic Services Building. Mr. Stevens seconded the motion and it carried.

(ATTACHMENT L)

**Selection of an Architect for Design of the Facilities Services Support Facilities**

Mr. Schwab moved approval of the selection of Pease Associates of Charlotte, North Carolina for design of the Facilities Services Support Facilities. Mrs. Kitchin seconded the motion and it carried.

(ATTACHMENT M)

**Selection of an Architect for Design of Renovations to Beard Hall**

Mr. Stevens moved approval of the selection of Rotman Architecture, PA of Raleigh, North Carolina for design of renovations to Beard Hall. Mr. Schwab and Mr. McColl seconded the motion and it carried.

(ATTACHMENT N)

**Selection of an Architect for Design of the Hanes Hall Classroom Renovations**

Mr. Hynes moved approval of the selection of Davis Kane Architects, PA of Raleigh, North Carolina for design of the Hanes Hall classroom renovations. Mrs. Kitchin seconded the motion and it carried.

(ATTACHMENT O)

**Selection of an Architect for Design of the Hill Hall Classroom Renovations**

Mr. Schwab moved approval of the selection of Davis Kane Architects, PA of Raleigh, North Carolina for design of the Hill Hall classroom renovations. Mr. Stallings seconded the motion and it carried.

(ATTACHMENT P)

**Selection of an Architect for Design of Renovations to McIver, Kenan, and Alderman Residence Halls**

Mr. Williams moved approval of the selection of Clark Nexsen of Charlotte, North Carolina for design of renovations to McIver, Kenan, and Alderman residence halls. Mr. Stallings seconded the motion and it carried.

(ATTACHMENT Q)

**Selection of an Engineer for Design of the Campus Energy Management and Control System**

Ms. Mason moved approval of the selection of Affiliated Engineers East of Chapel Hill, North Carolina as the engineer for the design of the Campus Energy Management and Control System. Mr. Young seconded the motion and it carried.

(ATTACHMENT R)

**Selection of an Engineer for Design of Electrical Systems Improvements (SCADA)**

Mr. Williams moved approval of the selection of Booth & Associates, Incorporated of Raleigh, North Carolina as the engineer for the design of Electrical Systems Improvements (SCADA). Mrs. Kitchin seconded the motion and it carried.

(ATTACHMENT S)

**Approval of Road Right-of-Way on Mason Farm Road**

Mr. Hynes moved approval of the dedication of half of a 50-foot right-of-way to the Town of Chapel Hill along the southern side of the Mason Farm Road frontage of the Bioinformatics Building. Mr. McColl seconded the motion and it carried.

(ATTACHMENT T)

**Preliminary Design Review of Connections to Joyner, Connor, Alexander, and Winston Residence Halls**

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

(ATTACHMENT U)

**Semi-Annual Report on Capital Improvement Projects**

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

(ATTACHMENT V)

**Semi-Annual Lease Report**

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

(ATTACHMENT W)

**Budget Update**

Vice Chancellor Nancy Suttentfield, Finance and Administration, presented the Budget Status Report for Fourth Quarter of Fiscal Year 2001 (July 1, 2000 through June 30, 2001). This item was presented for information only. No formal action was required.

(ATTACHMENT X)

### **STUDENT AFFAIRS COMMITTEE**

Mr. Stevens, chairman of the Student Affairs Committee, introduced the agenda to the Board.

#### **Student Life Update**

At the request of Mr. Stevens, Vice Chancellor Sue Kitchen, Student Affairs, introduced the following Student Affairs staff to the Board:

- Don Luse, director of the Carolina Union
- Melissa Exum, dean of students
- Dave Gilbert, assistant dean of students
- Cindy Wolf Johnson, associate vice chancellor for Student Learning
- Marcia Harris, director of University Career Services
- Shirley Hunter, director of Orientation
- Jay Anhorn, director of Greek Affairs
- Virginia Carson, director of the Campus Y

Dr. Wolf Johnson presented information concerning the Carolina Summer Reading Program. The main goals of the program are to enhance the intellectual climate of the campus by involving students in stimulating discussion, to provide a sense of community among faculty, staff, and students, and to provide incoming students with a common experience.

Vice Chancellor Kitchen distributed a copy of the *Carolina Parents Handbook* for 2001-2002.

### **DEVELOPMENT COMMITTEE**

#### **Development Update**

Mr. Hynes presented a report regarding the level of activity and current contributions in the Office of University Advancement.

### **ELECTION OF MEMBERS OF THE BOARD OF TRUSTEES OF THE ENDOWMENT FUND OF THE UNIVERSITY OF NORTH CAROLINA AT CHAPEL HILL**

This item was deferred to the September 27, 2001 Board meeting.

### **ELECTION OF BOARD OF DIRECTORS OF THE UNIVERSITY OF NORTH CAROLINA AT CHAPEL HILL FOUNDATION, INC.**

This item was deferred to the September 27, 2001 Board meeting.

### **REVISED EPA EMPLOYMENT POLICIES**

Mr. Schwab moved approval of the changes to the Employment Policies for EPA Non-Faculty Employees. Mr. Hynes seconded the motion and it carried.

(ATTACHMENT Y)

### **MOTION TO CONVENE IN CLOSED SESSION**

On motion of Mrs. Kitchin, 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**

Mr. Joe Ferrell, secretary of the faculty, presented the Report of the Honorary Degrees and Special Awards Committee to confer an honorary degree to be presented at Commencement 2002. Mr. Stevens moved approval of the report. Mr. Stallings seconded the motion and it carried. [A copy of the Report of the Honorary Degrees and Special Awards Committee is filed in the Office of the Assistant Secretary.]

**Nominations for the William Richardson Davie Award**

Mr. Pardue moved approval of five nominees for the William Richardson Davie Award, which will be presented on November 14, 2001. Mr. Stevens seconded the motion and it carried. [A copy of the Davie Award information is filed in the Office of the Assistant Secretary.]

**Board of Trustees Nomination for a Distinguished Alumnus Award**

Mr. McColl moved that the Board's nominee for a Distinguished Alumnus Award be transmitted to the Honorary Degrees and Special Awards Committee for the award to be presented at University Day, October 2002. Mr. Williams seconded the motion and it carried.

**Report of the Naming Committee**

Mr. Kupec presented the Report of the Naming Committee. Mr. Stallings moved approval of the Report of the Naming Committee. Mr. Hynes seconded the motion and it carried. [A copy of the Report of the Naming Committee is filed in the Office of the Assistant Secretary.]

**LEGAL ADVICE**

Ms. Ehringhaus advised the Board regarding several legal matters.

**CONSENT AGENDA/PERSONNEL CHANGES FOR CONSULTATION**

Mr. Williams moved approval to authorize the Chancellor to forward to the President and the Board of Governors the personnel report and recommendations presented for consultation. Mrs. Kitchin seconded the motion and it carried.

(ATTACHMENT Z)

**DEEP CLOSED SESSION**

The Board convened in deep closed session to discuss a personnel matter.

**OPEN SESSION**

Chairman Burnett reconvened the Board in open session.

**DRAFT RESOLUTION**

Mr. Hynes moved approval of the draft resolution that was prepared as discussed in the Chancellor's Remarks portion of the meeting. Mr. Stallings seconded the motion. The motion carried. The approved resolution is as follows:

**RESOLUTION**

**BOARD OF TRUSTEES  
OF  
THE UNIVERSITY OF NORTH CAROLINA AT CHAPEL HILL  
ENCOURAGING LEGISLATORS TO PRESERVE AND PROTECT  
NORTH CAROLINA'S EDUCATIONAL SYSTEM**

**WHEREAS**, the Board of Trustees of The University of North Carolina at Chapel Hill appreciates and understands the dilemma North Carolina's lawmakers face in addressing the state's budget crisis;

**WHEREAS**, The University of North Carolina at Chapel Hill fully expects to do its part in helping the state resolve its budget crisis;

**WHEREAS**, the voters of North Carolina overwhelmingly endorsed in the fall of 2000 their support for and recognition that education is the economic engine of North Carolina and that the future of the state is dependent on the quality of its education system;

**WHEREAS**, North Carolina's lawmakers have limited options to make further budget cuts without irreparably damaging the educational experience and opportunity current and future North Carolina students receive;

**WHEREAS**, our public schools, community colleges and universities are our state's best investment to ensure a speedy economic recovery;

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Trustees of The University of North Carolina at Chapel Hill urges the legislature to consider both cost-cutting and revenue enhancements together as a way most likely to preserve and protect North Carolina's educational system in service to the future of the state and its citizens.

**ADJOURNMENT**

There being no further business, Chairman Burnett declared the meeting adjourned at 12:15 p.m.

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Assistant Secretary