

BOARD OF TRUSTEES MEETING
The University of North Carolina at Chapel Hill
May 31, 2018

The Board of Trustees met in regular session on Thursday, May 31, 2018 at The Carolina Inn, Chancellor's Ballroom. Chair Cochrane convened the meeting at 8:03 a.m.

OATH OF OFFICE

Anne Austin, Assistant Clerk of Orange County Superior Court administered the oath of office to new student body president Savannah Putnam.

ROLL CALL

Secretary Keyes called the roll and the following members were present:

Haywood D. Cochrane, Chair	Kelly Matthews Hopkins
Charles G. Duckett, Vice Chair	Allie Ray McCullen
William A. Keyes IV, Secretary	Hari H. Nath
W. Lowry Caudill, Past Chair	Dwight D. Stone, Immediate Past Chair
Jefferson W. Brown	Richard Y. Stevens
Julia Sprunt Grumbles	Savannah Putnam

Trustee McMahan was not in attendance.

STATE GOVERNMENT ETHICS ACT

Chair Cochrane read the following statement:

As Chair of the Board of Trustees, it is my responsibility to remind all members of the Board of their duty under the State Government Ethics Act to avoid conflicts of interest and appearances of conflict of interest as required by this Act. Each member has received the agenda and related information for this Board of Trustees' meeting. If any Board member knows of any conflict of interest or appearance of conflict with respect to any matter coming before the Board of Trustees at this meeting, the conflict or appearance of conflict should be identified at this time.

CONSENT AGENDA

Approval of Minutes and Mail Ballots

On motion of Chair Cochrane and a second by Trustee Grumbles, the minutes of the meeting of March 29, 2018 were approved as distributed; as was the ratification of the following mail ballots dated:

- April 1 – revocation of Bill Cosby's honorary degree
- April 27 - personnel actions, actions conferring tenure, and compensation actions
(ATTACHMENTS A-B)

CHAIR'S REMARKS

- Chair Cochrane thanked those in the audience for attending, and welcomed new student body president Savannah Putnam to her first full board meeting.
- The Chair acknowledged Chancellor Folt, Provost Blouin, Dean Matson and Commencement Committee Chair Ron Strauss for another wonderful commencement weekend.
- Chair Cochrane shared that there would be a presentation from Dean of the Law School Martin Brinkley as well as another update on the University Master Plan.
- Chair Cochrane congratulated the newly elected chairman of the Board of Governors, Harry Smith.
- The Chair then concluded his remarks by calling upon Trustee Putnam.

[A copy of these remarks is located in the Office of the Assistant Secretary and at bot.unc.edu.]

STUDENT BODY PRESIDENT'S REMARKS

- Trustee Putnam began by sharing that she is honored to begin her service as a trustee.
- Trustee Putnam shared the two values that she will uphold as student body president – service and community.
 - Trustee Putnam highlighted what these values mean to her and how they have shaped her time at Carolina.
- Trustee Putnam concluded by thanking everyone and sharing that she is looking forward to working with everyone in the upcoming year.

[A copy of these remarks is located in the Office of the Assistant Secretary and at bot.unc.edu.]

CHANCELLOR'S REMARKS

- Chancellor Folt began her remarks by thanking Chair Cochrane and the board for their continued support.
- The Chancellor welcomed Savannah to her first meeting.

- Chancellor Folt recognized Chancellor's Fellows Austin Mueller and Janssen White for their work over the last year.
- Chancellor Folt echoed Chair Cochrane's congratulations to newly elected BOG chair Harry Smith.
- The Chancellor shared a recap of spring commencement.
- Chancellor Folt continued and shared updates and accomplishments that have occurred since the March meeting.
- Chancellor Folt ended her remarks by introducing the presentations.

[A copy of these remarks is located in the Office of the Assistant Secretary and at bot.unc.edu.]

UNC SCHOOL OF LAW

Chancellor Folt introduced Martin Brinkley, Dean of the School of Law, to discuss a new initiative at the school. The Carolina Institute for Law and Entrepreneurship is being created, and is receiving funding in the proposed state budget. Dean Brinkley highlighted a few ideas for the institute, and then introduced a student and a recent graduate. Brian Gamsey ('18) and Nick Haigh ('19) shared their experiences at the Law School and their time with the law entrepreneurship club. To conclude their presentation, they entertained questions from the board.

UNIVERSITY MASTER PLAN

Chancellor Folt introduced Anna Wu, Associate Vice Chancellor for Facilities Services & University Architect to present on the University Master Plan. Ms. Wu continued her presentation from the March meeting to give a more in-depth look into what the master plan includes for the physical campus. To conclude her remarks, Ms. Wu entertained questions from the board.

This presentation can be found on bot.unc.edu and on file in the Office of the Assistant Secretary.

REPORT OF THE EXTERNAL RELATIONS COMMITTEE

Secretary Keyes presented a review of the External Relations Committee meeting. There were no action items for this committee in open session. Secretary Keyes then shared the items presented for information:

- Public Affairs update given by Clayton Somers, Vice Chancellor for Public Affairs and Secretary of the University
- Communications update given by Joel Curran, Vice Chancellor for Communications
- WUNC-FM update given by Connie Walker, President and General Manager

A full review of the committee meeting are in the committee minutes in the Office of the Assistant Secretary.

REPORT OF THE FINANCE, INFRASTRUCTURE & AUDIT COMMITTEE

Trustee Stone presented the report from the Finance, Infrastructure and Audit Committee. The following items were presented to the committee for action:

Ordinance Regulating Traffic and Parking

The proposed revisions to the Ordinance Regulating Traffic and Parking to be effective August 15, 2018 are as follows:

- Housekeeping item(s): Date changes; and Strike 2017-18 prices
- Article III. Parking
 - Section 3-8. Parking at Leased Spaces in Lots Under Control of Lessor
 - Policy allows Leasing Departments to manage and administer costs and permits according to lease agreement, including pricing and distribution of parking permits.
 - Annual rates are based on location while the total fee charged cannot exceed the costs to the University for obtaining, maintaining, and providing spaces.
 - UNC Transportation & Parking has no role in issuing permits, setting or collecting fees, or maintaining or policing these spaces.

(ATTACHMENT C)

Internal Audit Strategic Plan and Performance Metrics

This plan identifies overall goals for strengthening the Internal Audit function at UNC-CH and goes beyond plans for individual audit projects. Secondly, a report of Key Performance Indicators for Internal Audit was presented. These indicators provide information about measures of the Internal Audit function that provide a broader assessment than a summary of projects.

(ATTACHMENT D)

Revised Internal Audit Charter

A revised copy of the Internal Audit Charter for 2018 was presented for the board’s review and approval.

(ATTACHMENT E)

Designer Selection

1. Parking Deck at S1 Lot

The project includes both a new Parking Deck intended to be built on the S-1 surface parking lot off Paul Hardin Drive. The new multi-story parking deck shall contain approximately 450 parking spaces. This project will be designed in parallel with a new approximately 12,000 GSF Emergency Power Generation Plant building adjacent to the Parking Deck. The Generator Plant is being developed, and will be operated, by UNC Healthcare.

Project budget is \$14,400,000 and will be funded through the Transportation & Parking Trust Fund. The project was advertised on March 26, 2018. Eleven (11) proposals were received. Four (4) firms were interviewed on May 2, 2018. Members of the Board of Trustees did not participate in the interviews. The committee recommended the selection of the three firms in the following priority order:

- | | | |
|----|-------------------------|-------------------|
| 1. | Clark Nexsen | Raleigh, NC |
| 2. | Perkins + Will | Durham, NC |
| 3. | Walter Robbs Architects | Winston-Salem, NC |

The firms were selected for their past performance on similar projects, strength of their consultant team and experience with campus projects.

(ATTACHMENT F)

Design Approval

1. Media and Communications Studio

The project will demolish the northernmost portion of Koury Natatorium and build a new 13,600 square feet addition in roughly the same location. This project will provide a broadcast center to produce events on the ACC Network through broadcasts across all production levels: linear television, digital online, extra, and video boards. The facility will include control rooms and studios, offices and support space.

The project is scheduled to start construction in Summer 2018. Anticipated project budget is \$10 million and will be funded from Athletics funds. The project was presented to the Board of Trustees for information at the January 2018 meeting.

(ATTACHMENT G)

Property Disposition by Easement

This request is for approval to authorize disposition of property by donation of easements to the Research Triangle Regional Public Transportation Authority d/b/a GoTriangle along the projected route to be needed for construction of the Durham-Orange Light Rail Transit system. The easements are needed to construct the track and will provide a 75 foot corridor through which the track will run. GoTriangle will have maintenance responsibilities within the donated easements. The easements are interspersed across 20 locations on campus and make up approximately 20 acres. The final path of the track, as wells as the terms of the easements, will be determined in consultation between UNC-CH and GoTriangle. All donated easements are reversionary and will be returned to the University in the event that the Durham-Orange Light Rail Transit is not constructed as currently planned.

(ATTACHMENT H)

Property Acquisition by Lease

This request is to renew a lease for approximately 4,244 SF of office and laboratory space located at 6 Davis Drive in the Research Triangle Park for use by the UNC School of Pharmacy’s Institute for Drug Safety Sciences from Alexandria Real Estate Equities, Inc. This leased space is currently used for drug research by the Institute and expires June 30, 2018. The lease term will be three (3) years at an initial annual cost, including operating expenses, of approximately \$180,000. UNC has the right to terminate the lease after the first year and an option to renew for an additional three (3) years, if it so chooses. Alexandria Real Estate Equities, Inc. was selected as the lessor through a public bid process.

(ATTACHMENT I)

A motion came from committee to approve all actions presented by Trustee Stone. Trustee Grumbles seconded, and it passed.

Trustee Stone continued and shared the items for information only:

- Potential property swap given by Gordon Merklein, Associate Vice Chancellor for University Real Estate Operations (ATTACHMENT J)

- Preliminary design review given by Anna Wu, Associate Vice Chancellor for Facilities Services (ATTACHMENT K)
- Internal Audit report given by Phyllis Petree, Chief Audit Officer (ATTACHMENT L)
- Results of Internal Audit QAR given by Phyllis Petree Chief Audit Officer (ATTACHMENT M)
- Development report given by David Routh, Vice Chancellor for University Development
- Financial update given by Jonathan Pruitt, Vice Chancellor for Finance and Operations

A full review of the committee meeting are in the committee minutes in the Office of the Assistant Secretary.

REPORT FROM THE STRATEGIC FRAMEWORK COMMITTEE

Trustee Grumbles presented a review of the Strategic Framework Committee meeting. There were no action items for this committee in either open session. The following items were presented to the committee for information:

- Interprofessional Education given by Meg Zomorodi, Assistant Provost for Interprofessional Education
- MoyoMedical Technologies given by Denali Dahl, Biomedical Engineering PhD candidate
- Sustainable Access to Safe Water given by Theo Dingemans, Professor of Applied Physical Sciences

A full review of the committee meeting are in the committee minutes in the Office of the Assistant Secretary.

REPORT OF THE UNIVERSITY AFFAIRS COMMITTEE

Vice Chair Duckett presented the report from the University Affairs Committee. There were no action items for this committee in open session. The following items were presented to the committee for information:

- Employee Forum update given by Shayna Hill, Chair
- Faculty Update, given by Leslie Parise, Chair
- Carolina Recovery Programs given by Winston Crisp, Vice Chancellor for Student Affairs, Dean Blackburn, Director of Student Wellness, and former trustee Kel Landis

A full review of the committee meeting are in the committee minutes in the Office of the Assistant Secretary.

MOTION TO CONVENE IN CLOSED SESSION

On motion of Secretary Keyes, and seconded by Trustee Grumbles, 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).

RECONVENE MEETING IN OPEN SESSION

Trustee Stone made a motion to return to open session. Vice Chair Duckett seconded, and it passed.

OPEN SESSION

REPORT OF THE UNIVERSITY AFFAIRS COMMITTEE

Chair Cochrane referred the members to the personnel matters submitted for review. Vice Chair Duckett made a motion from committee to approve, Trustee Stevens seconded and it passed.

Chair Cochrane stated that the personnel and salary actions voted on in open session had been distributed.

(ATTACHMENTS N-O)

ADJOURNMENT

There being no further business to come before the Board, Chair Cochrane called for a motion to adjourn. Trustee Caudill made the motion; Trustee Stevens seconded and it passed. Chair Cochrane adjourned the meeting at 1:03 pm.

Clayton Somers, Assistant Secretary