

BOARD OF TRUSTEES MEETING
The University of North Carolina at Chapel Hill
November 12, 2020

The Board of Trustees met in regular session on Thursday, November 12, 2020 in the Hill Ballroom at the Carolina Inn, and via zoom teleconference. Chair Stevens convened the meeting at 1:00 p.m.

WELCOME

Chair Stevens shared a few logistics to begin the meeting. He also indicated that due to recent amendments to the North Carolina General Statutes concerning virtual meetings by public bodies, all votes will be by roll call. Additionally, all chats, instant messages, texts, and other communications between members of the board regarding the transaction of the public business during the remote meeting are deemed a public record.

ROLL CALL

Trustee Artis Neal called the roll and the following members were present:

Teresa Artis Neal, Secretary	Kelly Matthews Hopkins
David L. Boliek, Jr.	Allie Ray McCullen (phone)
Jefferson W. Brown	Ralph W. Meekins, Sr.
G. Munroe Cobey	E. Reeves Moseley
Haywood D. Cochrane, Jr. (phone)	John P. Preyer
R. Gene Davis, Jr., Vice Chair	Richard Y. Stevens, Chair
Charles G. Duckett	

Trustee Artis Neal indicated that there was a quorum.

STATE GOVERNMENT ETHICS ACT

Chair Stevens 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.

Chair Stevens and Trustee Brown both indicated a potential conflict of interest with the construction manager at risk selection for Kenan-Flagler Business School. They will recuse themselves from the discussion and vote.

CONSENT AGENDA

On motion of Chair Stevens and a second by Vice Chair Davis, the minutes of the following meeting was approved as distributed: September 24, 2020 regular meeting. In addition, the written ballot dated October 19, 2020 was presented as part of the consent agenda.

(ATTACHMENTS A-B)

Vice Chair Davis made a motion to approve the consent agenda. Trustee Cochrane seconded, and Secretary Artis Neal called the vote by roll call. The motion passed unanimously.

BOARD OF TRUSTEE CHAIR'S REMARKS

- Chair Stevens thanked everyone for joining the meeting today.
- The Chair also thanked every member of the campus community for their hard work during this difficult time.
- Chair Stevens recognized the importance of Veteran's Day that was celebrated yesterday.
- The Chair congratulated the field hockey team on their 23rd ACC championship and Coach Karen Shelton's 700th win.
- Chair Stevens reflected on the installation ceremony for Chancellor Guskiewicz.
- Chair Stevens recognized the winners of the 2020 William Richardson Davie Awards. These award winners will be recognized at a ceremony in the coming year when it is safe to do so.
 - Dr. Phillip Clay
 - Dr. Joan Huntley
 - Davie E. Pardue Jr.
 - Steve and Debbie Vetter

- The Chair thanked the Chancellor and his team for their continued efforts in this difficult time.
- The Chair thanked the staff for their efforts to make the meeting happen.
- Chair Stevens also welcomed BOG liaison David Powers to the meeting.
- Chair Stevens concluded his remarks by calling upon Trustee Moseley for his remarks.

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

STUDENT BODY PRESIDENT'S REMARKS

- Trustee Moseley shared remarks on his administration's progress this year.
- Trustee Moseley shared updates from the Graduate and Professional Student Federation.

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

CHANCELLOR'S REMARKS AND SPRING ROADMAP UPDATE

- Chancellor Guskiewicz began his remarks by echoing Chair Stevens' remarks about the Davie Award winners and Veterans Day.
- The Chancellor shared campus updates and news with the board.
- Chancellor Guskiewicz remarked on the recent 2020 election.
- The Chancellor addressed the challenges that are being faced and thanked the faculty and staff who have made this semester possible.
- The Chancellor then asked Dr. Amir Barzin, Assistant Professor in the School of Medicine and Assistant Vice Chancellor and Chief of Police David Perry to provide updates on the Spring semester and COVID procedures.

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

REPORT OF THE EXTERNAL RELATIONS COMMITTEE

Vice Chair Davis presented a review of the External Relations Committee meeting. There were no items for action in open session. Vice Chair Davis then shared the items presented for information:

- Communications update given by Joel Curran, Vice Chancellor for Communications
- Public Affairs update given by Clayton Somers, Vice Chancellor for Public Affairs and Secretary of the University

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

REPORT OF THE FINANCE, INFRASTRUCTURE & AUDIT COMMITTEE

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

Ratification of Withdrawal from Quasi-Endowment

In 2015, the School of Pharmacy requested creation of a quasi-endowment fund in the amount of \$25,000,000 with funds provided to it by the University for use at the discretion of Dean to recruit and retain outstanding faculty and other purposes consistent with the goals of the School. The current market value of the fund as of August 31, 2020 was \$25,311,466.26. The School of Pharmacy wishes to withdraw \$12,000,000 from principal to support faculty salary, renovation, and educational technology lifecycle expenses consistent with the fund authority.

This withdrawal was approved by the Endowment Fund's Board of Trustees in October 2020. The Chancellor and Interim Vice Chancellor for Finance and Operations recommend ratification of the withdrawal.

(ATTACHMENT C)

Project Authorization – MBRB Cage Wash Replacement and McGavran-Greenberg Autoclave Replacement

The Board of Governors on May 22, 2019 approved changes to the authority delegated to the System Boards of Trustees by raising the Boards' approval threshold for non-appropriated capital improvement projects where the projected cost is less than \$750,000 (UNC Policy Manual § 600.1.1).

The purpose of this project is to replace two aged cage washers at the Medical Biomolecular Research Building (MBRB) and to replace an aged autoclave at McGavran Greenberg. The project budget is \$717,874 and will be funded from Department of Comparative Medicine department reserves.

(ATTACHMENT D)

Tuition and Fees Proposals

Recommendations from the Tuition and Fee Advisory Task Force for academic year 2021-2022 were presented.

(ATTACHMENT E)

Annual Endowment Fund Report

Board of Governors' regulations require that the institution's Board of Trustees submit to the Board of Governors an annual report on the endowment fund. The annual report for the fiscal year ending June 30, 2020 is attached. The Endowment Board approved this report at its meeting on October 15, 2020.

(ATTACHMENT F)

Trustee Cochrane made a motion to approve the following four actions:

- Ratification of the quasi-endowment withdrawal
- Project authorization
- Tuition and fees proposals
- Annual Endowment Fund report

Vice Chair Davis seconded, and Secretary Artis Neal called the vote by roll call. The motion passed unanimously.

Chair Stevens recused himself due to a potential conflict of interest and asked Vice Chair Davis to take over the meeting. Trustee Brown also recused himself.

Construction Manager at Risk Selection

The project will add roughly 140,000 square feet to the Kenan Flagler Business School as an addition to the McColl Building. The existing McColl Building will be extensively renovated. New classrooms, offices, student activity and support spaces will be added to support the increase in enrollment to the Undergraduate Business Program as well as the consolidation of program space currently being leased in an off-campus location. Approximately 180 parking spaces will be added to accommodate the increased demand. The project budget is \$150,000,000 and will be funded by state appropriations and gifts.

The project was advertised on August 3, 2020. Ten (10) proposals were received. Six (6) firms were interviewed on September 14, 2020. One member of the Board of Trustees participated in the interviews. The committee recommended the selection of the three firms in the following priority order:

- | | | |
|----|---|--------------------------------|
| 1. | Choate Construction
(in partnership with Muter Construction) | Raleigh, NC
Zebulon, NC |
| 2. | Barnhill Construction
(in partnership with Holt Brothers Construction) | Rocky Mount, NC
Raleigh, NC |
| 3. | Shelco, LLC | Raleigh, NC |

The firms were selected for their past performance on similar projects, strength of their HUB partnerships and experience with campus projects and the State Construction Office.

(ATTACHMENT G)

Trustee Cochrane made a motion to approve the firms in the following priority order:

- | | | |
|----|---|--------------------------------|
| 1. | Barnhill Construction
(in partnership with Holt Brothers Construction) | Rocky Mount, NC
Raleigh, NC |
| 2. | Shelco, LLC | Raleigh, NC |
| 3. | Choate Construction
(in partnership with Muter Construction) | Raleigh, NC
Zebulon, NC |

Trustee Boliek seconded, and Secretary Artis Neal called the vote by roll call. Chair Stevens and Trustee Brown recused themselves from the vote. The motion passed unanimously.

Vice Chair Davis turned the meeting back over to Chair Stevens.

Trustee Cochrane continued and shared the items for information only:

- FY20 Investment Fund Performance Update given by Jon King, CEO of UNC Management Company
- Development report given by David Routh, Vice Chancellor for University Development

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

REPORT OF THE UNIVERSITY AFFAIRS COMMITTEE

Trustee Duckett presented the report from the University Affairs Committee. There were no action items for this committee in open session. Trustee Duckett shared the items presented for information:

- Faculty update given by Mimi Chapman, Chair
- Employee Forum update given by Shayna Hill, Chair
- GPSF update given by Ryan Collins, President
- Master's in Applied Professional Studies update given by Bob Blouin, Executive Vice Chancellor and Provost and Suzanne Barbour, Dean of the Graduate School

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

RESOLUTION SUPPORTING ENROLLMENT GROWTH

Trustee Jeff Brown shared a resolution to encourage the Chancellor and other administrators and stakeholders to grow undergraduate enrollment.

Recognizing the importance of enrollment considerations to the Carolina Next Strategic Plan and otherwise, the Board of Trustees strongly encourages the Chancellor to make, to move ahead, to explore approaches and accompanying issues to responsibly increase undergraduate enrollment on a phased basis over a number of years.

Trustee Brown made a motion to adopt the resolution. Vice Chair Davis seconded the motion, and Secretary Artis Neal called the vote by roll call. The motion passed unanimously.

MOTION TO CONVENE IN CLOSED SESSION

On motion of Secretary Artis Neal, and seconded by Vice Chair Davis, 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), (6), (7), and (9). Secretary Artis Neal called the vote by roll call. The motion passed unanimously by roll call vote.

RECONVENE MEETING IN OPEN SESSION

Vice Chair Davis made a motion to return to open session. Trustee Cochrane seconded, and Secretary Artis Neal called the vote by roll call. Trustee McCullen was absent for this vote. The motion passed unanimously.

OPEN SESSION

REPORT OF THE UNIVERSITY AFFAIRS ITEMS

Chair Stevens referred the members to the personnel matters submitted for review. Trustee Duckett made a motion to approve the HR actions. Vice Chair Davis seconded, and Secretary Artis Neal called the vote by roll call. The motion passed unanimously. Trustee McCullen was absent.

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

(ATTACHMENT H)

ADJOURNMENT

There being no further business to come before the Board, Chair Stevens called for a motion to adjourn. Trustee Duckett made the motion; Vice Chair Davis seconded, and Secretary Artis Neal called the vote by roll call. The motion passed unanimously by roll call vote. Trustee McCullen was absent. Chair Stevens adjourned the meeting at 3:00 pm.



Clayton Somers, Assistant Secretary