

**BOARD OF REGENTS
MINUTES OF THE MEETING
June 18-20, 2013**

The South Dakota Board of Regents met on June 18-20, 2013 in the Muenster University Center at the University of South Dakota, Vermillion, South Dakota, with the following members present:

Dean Krogman, President
Randy Schaefer, Vice President
Randy Morris, Secretary
Terry Baloun, Regent
Harvey Jewett, Regent
Kathryn Johnson, Regent
Joe Schartz, Student Regent Designate¹

Also present during all or part of the meeting were Jack Warner, Executive Director and CEO; James Shekleton, General Counsel; Sam Gingerich, System Vice President for Academic Affairs; Janelle Toman, Director of Communications; Michele Anderson, Internal Auditor; Daniel Palmer, Director of Institutional Research; Paul Gough, Director of Policy and Planning; Barbara Basel, Director of Human Resources; Monte Kramer, System Vice President of Finance and Administration; Heather Forney, Financial Compliance Officer; Claudean Hluchy, Budget Manager; Mary Ellen Garrett, Accounting Manager, Dave Hansen, Director of Information Technology; James Abbott, USD; David Chicoine, SDSU; David Borofsky, DSU; Kay Schallenkamp, BHSU; Marjorie Kaiser, SDSBVI and SDSD; Heather Wilson, SDSM&T; James Smith, NSU; Mark Lee, UC-Sioux Falls; Ron Woodburn, CUC; Lorrin Anderson, Kathy Johnson, Rod Custer, Lois Flagstad, BHSU; Kelsey Luckhurst, Calvin Phillips, Tom Hawley, Veronica Paulson, Connie Ruhl-Smith, NSU; Tessa Jennings, Dean Kattelmann, Wesley Tschetter, Jeff Siekmann, Marysz Rames, Laurie Nichols, Jacob Sutton, Corey Chicoine, Caleb Finck, Meaghan Plotz, Zach Neubert, SDSU; Marie Lohsandt, Judy Dittman, Stacy Krusemark, DSU; David Marshall, Mike Gunn, Pat Mahon, Duane Hrcir, SDSM&T; Clay Hoffman, Brooke Richmond, Diane Zak, Erik Muckey, Sami Zoss, Jessica Peterson, Sheila Gestring, Roberta Ambur, Ron Lindahl, Laura Jensi, Kurt Hackemer, Deborah Dodge, Chuck Staben, Roberta Ambur, Katie Stanley, USD; Alan Ald, USD/COHE; Matt Fuks, SDSU Alumni Association; DJ Smith, Student Federation; RL Ginsbach, SDSBVI/SDSD; Terry Rowe, Schneider Electric; Shon Anderson, FourFront Design; and other students, faculty, and members of the press.

¹ Joe Schartz, Student Regent Designate, was appointed to the Board of Regents on June 17, 2013, with his term to commence on July 1, 2013.

TUESDAY, JUNE 18, 2013

The Regents convened in open session at 6:00 p.m. on Tuesday, June 18, 2013, in the Muenster University Center Boardroom (MUC 212) at the University of South Dakota.

IT WAS MOVED by Regent Morris, seconded by Regent Baloun that the Board of Regents Convene and Dissolve into Executive Session at 6:00 p.m. on Tuesday, June 18, 2013, in order to discuss personnel matters; that it adjourn at 9:00 p.m. and reconvene in executive session at 8:00 a.m. on Wednesday, June 19, 2013, in order to discuss personnel matters; pending and prospective litigation, contractual matters, and to consult with legal counsel; that it rise from executive session at 1:30 p.m. to resume the regular order of business and to report its deliberations while in executive session. All members voting AYE. The MOTION CARRIED.

WEDNESDAY, JUNE 19, 2013

Regent President Dean Krogman called the meeting of the Board of Regents to order at 1:35 p.m. on June 19, 2013, and declared a quorum present.

WELCOME AND PRESENTATION BY USD PRESIDENT JAMES ABBOTT

USD President James Abbott welcomed the audience to the University of South Dakota and to the reception at the National Music Museum following the Board meeting. He welcomed recent graduate Alexa Duling who was awarded the Walter Buyer Postgraduate Scholarship, a prestigious and very competitive NCAA scholarship. She gave her personal testimonial as to why she chose the University of South Dakota for her undergraduate degree as well as her experience of high quality education in South Dakota.

COMMENTS FROM INDIVIDUAL REGENTS

President Krogman invited Executive Director Jack Warner to introduce new student Regent Joe Schartz who will commence his term on July 1, 2013. Regent Schartz is from Humboldt, South Dakota and is currently a sophomore Journalism and Agribusiness major at SDSU. Dr. Warner also introduced and welcomed new SDSM&T President Heather Wilson.

APPROVAL OF THE AGENDA

IT WAS MOVED by Regent Baloun, seconded by Regent Jewett to approve the agenda as published. All members voting AYE. The MOTION CARRIED.

APPROVAL OF THE MINUTES

IT WAS MOVED by Regent Schaefer, seconded by Regent Johnson to approve the minutes of the regular May 14-16, 2013 meeting. All members voting AYE. The MOTION CARRIED.

REPORT AND ACTIONS OF EXECUTIVE SESSION

Upon convening at 6:00 p.m. on Tuesday, June 18, 2013, the Board dissolved into executive session in order to discuss personnel matters. As shown on the published agenda, and pursuant to a special motion ratifying the purposes stated on the published agenda and adding thereto the additional purpose of considering students matters, it adjourned at 9:00 p.m. and reconvened in executive session at 8:00 a.m. on Wednesday, June 19, 2013, in order to discuss personnel matters; pending and prospective litigation, contractual matters, and to consult with legal counsel, rising from executive session at 1:30 p.m. to report its deliberations in executive session and to resume the regular order of business.

Regent Morris reported that while in executive session, the Board considered personnel matters, pending and prospective litigation, contractual matters, consulted with legal counsel, and gave directions to its executive director and general counsel concerning these matters.

IT WAS MOVED by Regent Morris, seconded by Regent Johnson that the Board approve directions given to the executive director and the general counsel with respect to matters discussed in executive session, that it:

1. Award the title of Distinguished Professor and Department Head Emeritus of Pharmaceutical Sciences to Chandradhar Dwivedi.
2. Approve awarding two (2) years of prior service credit toward tenure for Linda Parks (DSU) and four (4) years of prior service credit toward tenure for Linda Herrick (SDSU).
3. Approve the request for a one (1) year extension of time for tenure consideration for Abigail Domagall (BHSU) and Wenqian “Lucy” Dai (USD).
4. Approve the personnel actions as submitted by the Board office, campuses, and special schools. A copy of the personnel actions can be found on pages ____ to ____ of the official minutes.

All members voting AYE. The MOTION CARRIED.

REPORT OF THE COUNCIL OF PRESIDENTS AND SUPERINTENDENTS

Dr. Warner reported that the Council of Presidents and Superintendents met on June 4, 2013 in Pierre. He explained that they discussed all items coming before the board today. They had discussions about fall enrollments in relation to the same point last year. He said it looks like we will be at least even and may be a little ahead of last year’s enrollments. He said they also discussed the campuses budget requests to be heard at the informal budget hearings tomorrow.

COMMENTS FROM INDIVIDUAL PRESIDENTS AND SUPERINTENDENTS

DSU President Borofsky introduced DSU’s interim Vice President for Academic Affairs, Judy Dittman.

REPORT AND ACTIONS OF THE EXECUTIVE DIRECTOR

Dr. Warner recognized the achievements of system employee Janice Minder. Dr. Warner introduced the new Student Affairs Director and liaison to the Student Affairs Liason, Molly Weisgram. Also recognized was Dr. Duane Hrcir for his service to SDSM&T and the system during a difficult time.

Dr. Warner referenced the Interim Actions taken by the Executive Director on behalf of the Board of Regents. A copy of the Interim Actions of the Executive Director can be found on pages ____to ____.

STUDENT FEDERATION REPORT

Student Federation Executive Director DJ Smith explained that the student federation met the previous evening where they did some leadership training with the ROTC program. They also approved the federation's mission statement directing their path for the coming year. Mr. Smith explained that the federation planned a meeting on August 3 in Pierre to further discuss student issues and invited the Regents to join if they were able. Much of the federation's focus will be on legislation this year. And, since many of the legislative issues the federation plans to deal with this year encompass all students in higher education (not just those attending Regental institutions), he explained that the federation plans to engage all students from other postsecondary institutions in the state.

STUDENT ORGANIZATION AWARDS – USD

Phil Covington, USD Associate Dean of Student Life, presented USD's student organization awards.

PanHellenic Council accepted the award for Academic Excellence. The PanHellenic Council serves as the governing body of the four sororities at the University of South Dakota. Due to a tie, Alternative Week of Off-Campus Learning program (AWOL) and Mortar Board Honor Society accepted awards for Community Service. AWOL immerses students in educational, service-learning experiences through exposure to diverse social issues and encourages post-experience application of those experiences. The Mortar Board Honor Society is a national honor society that recognizes college seniors for their exemplary scholarship, leadership, and service. The Union of African American Students accepted the award for Organizational Leadership. The purpose of the Union of African American Students (UAAS) is to introduce, educate, enlighten, and enrich the campus community to the cultural traditions, experiences, and values of the African-American community.

A copy of the Student Organization Awards – USD can be found on pages ____ of the official minutes.

UNIVERSITY CENTERS ANNUAL REPORT

Dr. Daniel Palmer explained that the Board of Regents offers a variety of off-campus course delivery options, one of those being the University Centers, as well as other off-campus sites offered in several South Dakota cities. Each year the directors of these Centers present an overview of these options. He noted as a preface to this information, he provided the *Off-Campus Enrollment Overview* which presents a small set of cloud-level, comparative enrollment indicators for each University Center location, and also for each of the state's non-UC attendance sites (Huron, Mitchell, Watertown, Sioux Falls, Rapid City, and Pierre). He noted this information lacks certain context and explained that there are important things to hear in more detail from each of the Centers.

CUC Director Ron Woodburn gave a summary of the annual report. He noted declining enrollments since the last year. He said they tracked the students who did not re-enroll from the previous year and said that over half of the students were still in the system. He explained that the Governor's Leadership cohort will be offered again in the fall. Of the 75 people who have completed that program, about 30 of them are interested in completing the degree. He also explained that the CUC Foundation will be offering a new scholarship call the Pathways Scholarship that will offer \$100 per credit hour for face-to-face course work. This is with the stipulation that the students awarded the scholarship are able to demonstrate success.

In response to a question regarding hybrid course offerings, Mr. Woodburn explained that only a few are offered in that format currently, but they are working with the campuses toward offering more hybrid courses soon. In response to a question, he said industries in Pierre that they could potential support are Eagle Creek Software and Avera St. Mary's Healthcare Center.

BHSU Kathy Johnson represented the University Center in Rapid City in the place of Dean Craig Johnson. She noted that the UC-RC had a great year in 2013. She said student credit hours have increased by 1.2% from 2012 to 2013. Ms. Johnson gave a breakdown of academic and student services at UC-RC, including a veteran service center, hiring a student services coordinator, and increased student activities and tutoring opportunities. She said the UC-RC is also playing a role as a community conference center. Program offerings are being reviewed all the time. In response to a question, Ms. Johnson explained that the contribution margin of the university indirects go to fund many of the support services that come from the campuses, i.e. registrars, etc. Ms. Johnson answered further questions related to the financial statements. She explained that the HEFF money gets taken off tuition right away in order to make the debt service payment. She gave a breakdown of when student services are being offered to align with the timing during which the students are at the center.

Dr. Mark Lee, Dean at the University Center in Sioux Falls, noted there was declining enrollment at UC-SF this year. He said embedded in these numbers include growth of new students in the spring semester as well as increased enrollment of students of diversity. He also noted that UC-SF was recently awarded a \$1M grant from Osher Lifelong Learning for scholarships for returning students who have taken a break from their work toward their degree. He gave explanation to the UC Foundations program, recently developed as a strategy to increase enrollments. He said this program did not go as planned as evident by the declining

enrollment rates and expressed that they are working diligently to understand why. He noted that other postsecondary institutions are also seeing similar declines; whereas an increasing number of part-time adult and non-traditional students are seeking technical degrees. He recognized the proforma of the UC Foundations program, of which certain projections were not met. He gave enrollment reports for the summer and coming fall terms at UC-SF.

In answer to a question from Regent President Krogman, Dr. Lee said turnover is very high at the UC-SF. He said one significant reason for this is that at least half of the students have designated a major that they cannot complete at the UC-SF, so these students fully intend to transfer after the second year. He addressed the stop-out reenrollment program. Dr. Lee said that although they are currently conducting an employer survey to gauge their current needs, he said there has not been a specific marketing concept around this. Regent Morris asked how the UC-SF can sustain the losses indicated in its report and what are the entities (NSU and BHSU) doing that they are able to make a profit? Dr. Lee explained the losses mentioned in the financial. He said the UC-SF didn't generate enough revenue to reimburse the campuses for the support services provided to students, which is their goal. He said the principle reason for these losses is because the UC Foundations program didn't perform as projected. He said the loss has been addressed by a one-time application of cash to make the universities whole. For FY14, UC-SF has instituted budget cuts by \$500,000 and is working toward growing enrollments.

Dr. Lee said students did migrate to the UC Foundations courses, although UC-SF didn't narrow down the other class offerings, which has already changed. He acknowledged the need to continue to promote UC Foundations. Regent Baloun asked if his reflection to how the UC Foundations program is going to look in the coming year. Dr. Lee said in the last fall semester there was a decline in new students but there was a spring and summer increase. He said they are taking a close look at how they are influencing student decisions. In addition, they are exploring other things such as narrowing the band further, reevaluating the deepness of the discount, etc.

In response to a question from Regent Schaefer, Dr. Lee noted that he doesn't feel there has been a broad knowledge base about the Foundations program even though he felt they worked diligently to communicate the program to the community.

A copy of the University Centers Annual Report can be found on pages ____ to ____ of the official minutes.

NEW PROGRAMS

BHSU MINOR IN ARTS MANAGEMENT

Dr. Paul Gough explained that BHSU has submitted a proposal for a baccalaureate minor in Arts Management. The University believes that the minor will make graduates more attractive to employers and increase the number of opportunities available to them. The minor would benefit Art students by offering them an opportunity to familiarize themselves with the business side of a career in the arts.

IT WAS MOVED by Regent Johnson, seconded by Regent Morris to approve Black Hills State University's proposal for a Minor in Arts Management as described in Attachment I. All members voting AYE, the MOTION CARRIED.

A copy of BHSU Minor in Arts Management can be found on pages ____ to ____ of the official minutes.

SDSM&T MINOR IN ACCOUNTING & B.S. IN PROFESSIONAL ACCOUNTANCY, ONLINE

Dr. Gough said SDSM&T has submitted a proposal for a baccalaureate minor in Applied Biological Sciences. The University believes that the minor will provide a competitive advantage for graduates of other majors who seek employment in a very competitive job market and will strengthen applications of SDSM&T graduates for entry into certain graduate schools and specific programs.

IT WAS MOVED by Regent Morris, seconded by Regent Johnson to approve South Dakota School of Mines & Technology proposal for a Minor in Applied Biological Sciences as described in Attachment I. All members voting AYE, the MOTION CARRIED.

A copy of SDSM&T Minor in Accounting & B.S. in Professional Accountancy, Online can be found on pages ____ to ____ of the official minutes.

SDSM&T MINOR IN CHEMISTRY

Dr. Gough said SDSM&T has submitted a proposal for a baccalaureate minor in Chemistry. SDSM&T believes that a minor in chemistry demonstrates that a student has the academic and practical skills needed for jobs that may involve chemistry, including research and quality assurance positions in academia, industry, or government. And will strengthen entry into graduate programs that require a foundation in Chemistry.

IT WAS MOVED by Regent Jewett, seconded by Regent Johnson to approve South Dakota School of Mines & Technology proposal for a Minor in Chemistry as described in Attachment I.

In response to a question about the standard number of credits required for a minor, Dr. Gough explained that the number of credits required are based on learning outcomes and are compared to the other minors in the system.

All members voting AYE, the MOTION CARRIED.

A copy of SDSM&T Minor in Chemistry can be found on pages ____ to ____ of the official minutes.

NEW DELIVERY REQUEST

DSU B.B.A. IN ACCOUNTING & B.S. IN PROFESSIONAL ACCOUNTANCY, ONLINE

Dr. Gough said DSU requests authority to deliver the B.B.A. in Accounting and the B.S. in Professional Accountancy online. This delivery method will provide convenience for students not located near a campus. He stated that DSU, NSU, and BHSU have developed a delivery schedule to ensure that students can complete the B.B.A. program requirements within a four year period and so that students will have access to sufficient electives to complete the professional accountancy requirements.

IT WAS MOVED by Regent Jewett, seconded by Regent Johnson to authorize Dakota State University to deliver the B.B.A. in Accounting and the B.S. in Professional Accountancy online.. All members voting AYE, the MOTION CARRIED.

A copy of DSU B.B.A. in Accounting & B.S. in Professional Accountancy, Online can be found on pages ____ to ____ of the official minutes.

STUDY ABROAD INSURANCE, FOREIGN NATIONAL INBOUND MEDICAL EVACUATION AND REPATRIATION, AND STUDENT HEALTH INSURANCE

Dr. Janice Minder explained that the CISI Study Abroad Insurance required for students, staff, and faculty while studying abroad or representing their university abroad had no increase to premiums from FY13 to FY14. In addition, she stated that there was no premium increase for the Foreign National Inbound Medical Evacuation and Repatriation insurance required by federal regulations for J1/J2 status employees, students, and/or scholars from FY13 to FY14.

IT WAS MOVED by Regent Morris, seconded by Regent Schaefer to approve the Study Abroad CISI Insurance and Inbound CISI Insurance. All members voting AYE, the MOTION CARRIED.

Regarding Student Health Insurance, Dr. Minder said she has been working with Avera Health Plans on the renewal of the student health plan. Because of the Affordable Care Act, the current plan will shift from a sickness and injury plan to more comprehensive major medical insurance. Among other changes, a major modification of the current plan from \$100,000 maximum to \$500,000 maximum is necessary. She noted that the required changes are effective January 1, 2014. Dr. Minder presented FY14 premiums for the student health insurance. She explained that the premiums increased by 27%. She further noted that there was a 90% utilization of the plan last year and that the plan maximum has increased to \$500,000, which could explain the increase.

She recommended approval of this; however, she explained that the changes coming from the Affordable Care Act, including the Federal Exchange potentially available in January of 2014, may change the system's approach to student health insurance.

Regents discussed the increase of premium and noted that along with the utilization rate, the insurance companies are probably building in some cushion since they don't know how the Affordable Care Act will affect their business.

IT WAS MOVED by Regent Schaefer, seconded by Regent Johnson to approve the student health insurance as presented in the meeting or provide the executive director the authority to take action on the student health insurance. All members voting AYE, the MOTION CARRIED.

A copy of Study Abroad Insurance, Foreign National Inbound Medical Evacuation and Repatriation, and Student Health Insurance can be found on pages ____ to ____ of the official minutes.

SUBCOMMITTEE REPORT ON SDSU PUBLIC-PRIVATE PARTNERSHIP FOR STUDENT HOUSING

Regent Baloun explained in June of 2012, the Board received a request from SDSU to issue a request for proposal to expand upper-division and graduate student housing by means of a ground lease to a private investor who would assume full responsibility to finance, construct, operate, and maintain an upscale, contemporary-style apartment facility.

Following the Board action, President Johnson appointed the following subcommittee members that included: Regent Terry Baloun, Chair; Regent Randy Morris; Regent Harvey Jewett; Jack Warner, Executive Director; President David Chicoine, SDSU; President Jim Smith, NSU; Monte Kramer, System VP of Finance and Administration. In addition, President Chicoine recommended that there be community representation; therefore, Dr. Dan Mill represented the Chamber and Development Foundation of Brookings and Mr. Jim Roby from Watertown represented the Alumni and Foundation.

The object of the arrangement was to provide for student housing without creating any obligation that would affect the debt capacity of the university or the Board and without any adverse effect on the financial rating of the university or of the Board's consolidated, multi-institutional revenue system. He said they were looking for finance alternatives dealing with getting this project done off balance/off credit, or that it would not be part of our liability. He said they issued an RFP process from which two national firms surfaced.

He said if this had been address five years ago, it could have easily been done. However, while one firm provided an equity-based financing structure that had been successful in other instances of meeting the initial debt limitations, there was no confidence that it could be sustained through the life of the ground lease. Further, the structure was the least desirable given the returns to the University and the terms of the ground lease. Given the change around 2008 as to how these public-private partnerships were viewed and treated by rating agencies, the threshold to keep the transaction at arms-length and off-credit was deemed near impossible. The committee simply could not get beyond the risk that failure of a public-private deal could impact the Board's ability to finance and provide required undergraduate housing. Based on these facts, the Committee took action recommending that the Board end the RFP process, with the caveat that a solution should be pursued based on what the committee and campus learned through the RFP process.

While the Committee is making a recommendation to the Board to end the RFP process solely based on the inability to meet the credit and debt limitations established by the Board, it wanted to emphasize that the pursuit of high quality housing in close proximity to campus still must be addressed. The goal to retain students and improve their success by providing desirable upper-division housing adjacent to campus, with appropriate amenities, is still not resolved.

He said the sentiment of the committee was that a lot was learned through the RFP process that could be used to find workable solutions. That solution could involve private developers buying land adjacent to campus and developing it for upper-division student housing. A change in the way rating agencies view these partnerships in the future could also revive the pursuit of a public-private option. The committee members, President Chicoine, and his administrative team remain committed to pursuing options and solutions.

Regent Jewett gave background to the 2008 issue creating the rating agencies to become extremely sensitive.

IT WAS MOVED by Regent Schaefer, seconded by Regent Morris to accept the recommended action of the RFP Committee to end the Request for Proposal for Privatized Development of an Upscale, Contemporary-Style Apartment Project for Upper-Division and Graduate Students at South Dakota State University, and to continue to pursue solutions that address the need to provide appropriate upper-division student housing adjacent to campus with appropriate student desired amenities, in order to improve retention and the success of South Dakota public university students. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for Subcommittee Report on SDSU Public-Private Partnership for Student Housing can be found on pages ____ to ____ of the official minutes.

DETERMINATION TO REMOVE CERTAIN FACILITIES FROM HOUSING AND AUXILIARY FACILITIES SYSTEM

Heather Forney explained that the Board is requested to authorize the removal of Medary Commons, dining services facility on the campus of South Dakota State University, from the Housing and Auxiliary Facilities System (the "System") pursuant to the Amended and Restated Bond Resolution adopted by the Board on October 21, 2004, as amended and supplemented.

She noted that at its May 2011 meeting, the Board reviewed the completed SDSU campus plan for residence halls and updated dining services. The plan calls for relocation of the bakery from Medary Commons to the University Student Union and relocation of dining services currently located in Medary Commons to the University Student Union and Hansen Hall. Medary Commons dining services operations ceased in May 2013.

The existing Medary Commons Structure will be renovated to support enrollment services functions. The facility will integrate the Office of Admissions, Financial Aid, Registration and Records, and Scholarships to support the University's Student Success efforts by providing a convenient and accessible location for enrollment related functions.

As Medary Commons is no longer suitable for use as a dining facility and will be converted to administrative use, it is requested that it be removed from the System. A resolution to remove Medary Commons from the Housing and Auxiliary Facilities System is attached.

She gave description to the auxiliary system to be those facilities that are able to generate their own revenue.

IT WAS MOVED by Regent Baloun, seconded by Regent Schaefer to adopt the attached resolution removing certain facilities from the Housing and Auxiliary Facilities System. The action should be approved on separate motion and seconded, and a roll call vote should be taken and recorded.

Roll Call Vote:

BALOUN – AYE
JEWETT – AYE
JOHNSON – AYE
KROGMAN – AYE
MORRIS – AYE
PAGONES – ABSENT
SCHAEFER – AYE
SUTTON – ABSENT

All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for Determination to Remove Certain Facilities from Housing and Auxiliary Facilities System can be found on pages ____ to ____ of the official minutes.

DETERMINATION TO ADD PLEDGED PROPERTIES TO THE HOUSING & AUXILIARY FACILITIES SYSTEM

Ms. Forney explained that the Board is requested to authorize the inclusion of Jackrabbit Grove, the 11th Street Apartments, and the 12th Avenue Apartments on the campus of South Dakota State University to the South Dakota State University Institutional System which was created pursuant to the Amended and Restated Bond Resolution adopted by the Board on October 21, 2004, as amended and supplemented.

Regent Jewett clarified that these are new facilities and that the legislature already approved them.

IT WAS MOVED by Regent Schaefer, seconded by Regent Morris to approve the recommendation as set forth in detail on Attachment I. The action should be approved on separate motion and seconded, and a roll call vote should be taken and recorded.

Roll Call Vote:

BALOUN – AYE
JEWETT – AYE
JOHNSON – AYE
KROGMAN – AYE
MORRIS – AYE
PAGONES – ABSENT
SCHAEFER – AYE
SUTTON – ABSENT

All members voting AYE, the MOTION CARRIED.

A copy of Determination to Add Pledged Properties to the Housing & Auxiliary Facilities System can be found on pages ____ to ____ of the official minutes.

REDESIGN OF TEACHER EDUCATION AND EDUCATION LEADERSHIP PROGRAMS

Dr. Sam Gingerich said the system's Education Discipline Council has assumed responsibility for redesigning teacher education programs to incorporate a year-long residency. This reform is supported by research and is being promoted by any number of professional organizations. Plans call for redesigned elementary programs to come online next year and for secondary and K-12 programs to follow a year later. Members of the Education Discipline Council have prepared a white paper describing this project which has been shared with the Board for its affirmation.

He said this is a nationwide conversation. Because of the work of the campuses, he said South Dakota is considered a leader in these efforts.

He introduced the deans of the system's colleges/schools of education who made a few comments about this work. In general, the deans expressed excitement for the integration of the full-year residency. They discussed partnerships with their K-12 districts as well as opportunities and challenges involved. On the campus level, they are looking at the necessary student learning competencies before and after the residency experience.

Regent Krogman asked how they assess success or failure for the students who engage in the year-long residency. Dr. Rick Melmer explained that feedback from the mentor teachers help to evaluate the students as well as their student advisors feedback. He also said, eventually, they would like to examine student achievement indicators.

Regent Jewett asked about the feedback from school districts. It was noted the feedback has been excellent and many districts have indicated wanting student teachers for longer than a year. The deans also explained how these mentor teachers will be rewarded for their extra work.

In response to Regent Krogman's question regarding how the year-long residency affects the universities' accreditation, it was noted that it is viewed very positively.

IT WAS MOVED by Regent Morris, seconded by Regent Schaefer to affirm the commitment to expand and to coordinate efforts to redesign all teacher education programs to incorporate a year-long residency. All members voting AYE, the MOTION CARRIED.

A copy of Redesign of Teacher Education and Education Leadership Programs can be found on pages ____ to ____ of the official minutes.

SDSM&T HOUSING MASTER PLAN

Dr. Monte Kramer introduced the SDSM&T Housing Master Plan by explaining that the plan analyzes housing needs based on the projected student population growth of 3,500 by 2020, as identified in the SDSM&T strategic plan.

SDSM&T President Wilson said the campus and study body is growing. SDSM&T is projecting to be at or above 100% housing occupancy for fall 2013. The housing need for fall 2014 is estimated at 240 beds over current housing capacity. Limited student housing is a significant problem that must be addressed to keep pace with enrollment growth and meet the statutory requirement to house all freshmen and sophomores.

She said the immediate need continues to be bed spaces for freshmen and sophomores who are required to live on campus, per Board of Regents Policy 3:6. The anticipated shortfall for this coming year of approximately 140 beds has been alleviated through the lease agreement with Technology Housing, LLC, the owner of an apartment complex known as Rocker Square II. This apartment complex is located adjacent to the campus. This allows students to live in a safe environment with convenient access to the campus. This complex is in the same block with a privately owned and operated apartment complex, Rocker Square I. SDSM&T anticipates needing the currently leased accommodations again in the fall of 2014 along with an additional 100 bed spaces for freshmen and sophomores.

If the projected enrollment is correct, SDSM&T will require approximately 524 additional beds on, or near, campus by 2020 in order to house freshmen and sophomores. This housing needs to be both affordable and safe. The Housing Master Plan provides options for consideration but does not include complete information and analysis of comparative costs and feasibility, particularly for off-campus housing. Growth will most likely warrant the need for new construction either on campus or west of the campus in accordance with the housing and campus master plans.

She presented the options as outlined by the master plan. She noted that housing is a separable issue from classroom and research space, and the most pressing issue SDSM&T has is currently housing.

A copy of the SDSM&T Housing Master Plan can be found on pages ____ to ____ of the official minutes.

THURSDAY, JUNE 20, 2013

Regent President Krogman called the meeting of the Board to order at 9:10 a.m.

STATUS OF 2012 TEN-YEAR PLAN PROJECTS

Dr. Kramer said that in May of 2012, the Board approved the projects on the 2012 Ten-Year Plan that would be bonded in FY2014. After watching the markets recently, he noted that increasing interest rate trends could change our strategy. He said that these would be building authority bonds, and building authority has already been notified that bonding might occur sooner. We will engage building authority now, so when we are ready to purchase, we can do so.

He explained that a number of changes will need to be made to 2012 legislation. He walked the Board through the projects that will be taken back for legislative approval in 2014 and provided planning and status updates on each of the projects scheduled for funding in FY2014.

He noted that the Board will have an opportunity in December to review the projects again and decide which projects will be funded in FY2014.

In response to a question, Dr. Kramer said that the informal spend down requirements for these bonds are typically defined as three years. When this doesn't happen, then the system looks at some kind of arbitrage. He explained that most of the listed projects are ready to go, so most money will be ready to be spent. He further stated that if the DSU information systems building could be purchased in 2015, we'd still be okay to spend the money for the purchase and renovations at that time.

A copy of the Status of 2012 Ten-Year Plan Projects can be found on pages ____ to ____ of the official minutes.

REPORT AND ACTIONS OF THE COMMITTEE ON ACADEMIC AND STUDENT AFFAIRS

Regent Johnson presented the report and actions of the Committee on Academic and Student Affairs as follows:

Institutional Items of Information

The Committee received Institutional Items of Information submitted by Black Hills State University, Dakota State University, Northern State University, South Dakota School of Mines and Technology, South Dakota State University, University of South Dakota, South Dakota School for the Blind and Visually Impaired, and South Dakota School for the Deaf. No action required. A copy of Institutional Items of Information can be found on pages ____ to ____ of the official minutes.

DOE & BOR Remedial Collaboration

The Committee received an update on the range of activities that the system is undertaking with the Department of Education to ensure all high school graduates are college ready. Information only. A copy of DOE & BOR Remedial Collaboration can be found on pages ____ to ____ of the official minutes.

Annual Report on New Programs

The Committee received the annual reports on new programs from each campus to address enrollments, student assessment, investment of faculty time, and resources in course development. Information only. A copy of Annual Report on New Programs can be found on pages ____ to ____ of the official minutes.

Discipline Council Annual Report

The Committee received a summary report from the following Discipline Councils: Education, Fine Arts, Health, Physical Education & Recreation, Math and Humanities. The English Discipline Council did not have a report to file. Information only. A copy of Discipline Council Annual Report can be found on pages ____ to ____ of the official minutes.

International Activities Annual Report

The Committee received the annual international activities report from each campus that included a summary of campus activities, an overview of administrative structure/support for international study, specific goals/objectives for international study, key initiatives underway, and other related information. Information only. A copy of International Activities Annual Report can be found on pages ____ to ____ of the official minutes.

CAAP Guidelines Revision

The Committee received an update on the CAAP Guideline Revision, sections 4.B.2 and 4.C.1, that was made to bring the guidelines in accordance with the current state statute. Information only. A copy of CAAP Guidelines Revision can be found on pages ____ to ____ of the official minutes.

CONSENT CALENDAR

IT WAS MOVED by Regent Krogman, seconded by Regent Schartz to approve the following items on the consent calendar:

AP Guideline Update

Approve the modifications made to the AP Guidelines to reflect the course redesign after considering comments from each institution. A copy of Guideline Update can be found on pages ____ to ____ of the official minutes.

Program Modifications – BHSU

Approve BHSU's program modification proposals for its A.S. in Advanced Manufacturing Technology, B.S. in Engineering Technology, Minor in Entrepreneurial Studies, B.S. in Psychology, and B.S. in Sociology. A copy of Program Modifications – BHSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – DSU

Approve DSU's program modification proposals for its B.S. in Computer and Network Security, B.S. in Network and System Administration, B.S. in Information Systems, B.B.A. in Business Administration, B.S.ED in Business Education, B.S.ED in Computer Education, M.S. in Information Assurance, Minor in Electronic Commerce, Minor in Reading, Minor in French, and Minor in Mathematics-Business. A copy of Program Modifications – DSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – NSU

Approve NSU's program modification proposals for its B.S. in Multimedia, A.S. in Commercial Art, and A.A. Desktop Publishing. A copy of Program Modifications – NSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – SDSM&T

Approve SDSM&T's program modification proposals for its Minor in Robotics and M.S. in Electrical Engineering. A copy of Program Modifications – SDSM&T can be found on pages ____ to ____ of the official minutes.

Program Modifications – SDSU

Approve SDSU's program modification proposals for its M.S. in Agricultural and Biosystems Engineering, B.S. in Architectural Studies, M.Ed. in Counseling and Human Resource Development, M.S. in Counseling and Human Resource Development, M.S. in Electrical Engineering, Ph.D. in Electrical Engineering, B.S. in Horticultural, Minor in Horticultural, B.S. in Medical Laboratory Science, Minor in Military Science, Graduate Certificate in Transdisciplinary Childhood Obesity, and Minor in Gerontology. A copy of Program Modifications – SDSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – USD

Approve USD's program modification proposal for its M.S. in Physician Assistant Studies. A copy of Program Modifications – USD can be found on pages ____ to ____ of the official minutes.

New Certificate Request – BHSU

Approve BHSU's request for a Construction Technology Certificate. A copy of New Certificate Request - BHSU can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – BHSU

Approve the proposed cooperative agreement between BHSU and Daegu University (DU) and Vytautas Magnus University (VMU). A copy of Cooperative Agreements – BHSU can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – NSU

Approve the proposed cooperative agreement between NSU and Capital University (CNU); Dongguk University (DU); Kwandong University (KU); and Myongji University (MJU). A copy of Cooperative Agreements – NSU can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – SDSM&T

Approve the proposed cooperative agreement between SDSM&T and Panjab University (PU) and Kalinga Institute of Industrial Technology University (KIIT). A copy of Cooperative Agreements – SDSM&T can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – SDSU

Approve the proposed cooperative agreement between SDSU and National University of Health Sciences (NUHS) and University of Western States (UWS). A copy of Cooperative Agreements – SDSU can be found on pages ____ to ____ of the official minutes.

Sanford Research/USD

Ratify the Agreement dated December 31, 2008, relating to the research corporation known from that time until the present as Sanford Research/USD and governed by the University of South Dakota and Sanford Health and approve the University of South Dakota withdrawal from the active governance of Sanford Research/USD, and authorize President of the University of South Dakota, the Executive Director of the Board and other Board officials to perform those acts and to execute those documents necessary to that end. A copy of Sanford Research can be found on pages ____ to ____ of the official minutes.

SDSBVI Individual with Disabilities Education Act (IDEA) Grant

Authorize South Dakota School for the Blind and Visually Impaired to submit a request for funding through the IDEA grant program managed by the South Dakota Department of Education. A copy of SDSBVI Individual with Disabilities Education Act (IDEA) Grant can be found on pages ____ to ____ of the official minutes.

All voted AYE. The MOTION CARRIED.

Full Report

IT WAS MOVED by Regent Johnson, seconded by Regent Morris to adopt the report and actions of the Committee on Academic and Student Affairs. All members voting AYE. The MOTION CARRIED. A copy of the Full Report can be found on pages ____ to ____ of the official minutes.

REPORT AND ACTIONS OF THE COMMITTEE ON BUDGET AND FINANCE

Regent Schaefer presented the report and actions of the Committee on Budget and Finance as follows:

INFORMATIONAL

Institutional Items of Information

The Committee received the Institutional Items of Information from BHSU, DSU, NSU, SDSM&T, SDSU, USD, SDSBVI, and SDSU. No action required. A copy of the Institutional Items of Information can be found on pages ____ to ____ of the official minutes.

Capital Project List

The Committee received the Capital Project List that identifies the current capital improvement projects along with the Regental representative, estimated dollar amount, the source of funds for the project, and the current status of the project. The list includes the Board's second ten-year Capital Plan which was approved by the 2005 Legislature, and the Science and Laboratory facilities approved by the 2008 Legislature. Information only. A copy of the Capital Project List can be found on pages ____ to ____ of the official minutes.

Building Committee Report

The Committee received information regarding the activities of the various building committees that had met since the last meeting as follows: the Building Committee for the system project regarding Energy Performance Contracting Services named three firms, FourFront/Schneider Electric, Ameresco, and Honeywell, as qualified firms to do the work on the system's campuses; the Building Committee for the SDSU Indoor Practice and Human Performance Facility approved the guaranteed maximum prices as submitted by the construction manager at-risk in the amount of \$32,000,000; the Building Committee for the SDSU Architecture, Mathematics, and Engineering building approved the guaranteed maximum price as submitted by the construction manager at-risk in the amount of \$17,082,800; the Building Committee for the SDSU Enrollment Services Center/Medary Commons Renovation and Addition approved the facility design plan for the \$3,000,000 project; the Building Committee for the SDSU Frost Arena HVAC replacement approved the facility design plan for the \$2,100,000 project. Information only. A copy of the Building Committee Report can be found on pages ____ to ____ of the official minutes.

CONSENT CALENDAR

IT WAS MOVED by Regent Baloun, seconded by Regent Morris to approve the following items on the consent calendar:

M&R Institutional Project Updates

Approve the Executive Director's emergency approval of BHSU's request to install a boiler, water heater and water softener at a cost of \$393,000. Funding for this project will come from Residence Hall Rent Revenue funds.

Approve SDSU's request to renovate office/classroom space into a nursing simulation lab at a cost of \$623,500. Funding for this project will come from University Support Fees.

A copy of the M&R Institutional Project Updates can be found on pages ____ to ____ of the official minutes.

FY14 General Funds M&R Allocation

Approve the general fund M&R allocation and the requested projects for FY14. A copy of FY14 General Funds M&R Allocation can be found on pages ____ to ____ of the official minutes.

SDSU Request to Ratify an Agreement to Name the Indoor Practice and Human Performance Facility as the Sanford-Jackrabbit Athletic Complex in Consideration for Sanford Health's Sponsorship of the Construction

Ratify South Dakota State University's agreement with Sanford Health regarding the indoor practice and human performance facility in recognition of Sanford Health's sponsorship of the facility construction. A copy of the SDSU Request to Ratify an Agreement to Name the Indoor Practice and Human Performance Facility as the Sanford-Jackrabbit Athletic Complex in Consideration for Sanford Health's Sponsorship of the Construction can be found on pages ____ to ____ of the official minutes.

SDSU Requests to Ratify Agreements to Honor Certain Donors, Alumni and Distinguished Supporters

Ratify South Dakota State University's agreements to honor certain donors, alumni, and distinguished supporters by naming, respectively, the College of Engineering as the Jerome J. Lohr College of Engineering, the Honors College as the Van D. and Barbara B. Fishback Honors College and the Seed Technology Lab as the Young Brothers Seed Technology Lab. A copy of the SDSU Request to Ratify Agreements to Honor Certain Donors, Alumni and Distinguished Supporters can be found on pages ____ to ____ of the official minutes.

SDSU Request to Ratify an Agreement to Recognize Distinguished Members of Its Alumni by Naming Residence Halls in their Honor, to be Known, Respectively, as Congressman Benjamin Reifel Hall, Theodore W. Schultz Hall and Hallie Walker Hyde Hall

Ratify South Dakota State University's agreements with the respective families and to request permission to name these residence halls on the campus of South Dakota State University in their honor. A copy of the SDSU Request to Ratify an Agreement to Recognize Distinguished Members of Its Alumni by Naming Residence Halls in their Honor, to be Known, Respectively, as Congressman Benjamin Reifel Hall, Theodore W. Schultz Hall and Hallie Walker Hyde Hall can be found on pages ____ to ____ of the official minutes.

Grant Easement to SDBOR from the Diocese of Sioux Falls for the Newman Center Entry

Accept the grant of an easement from Catholic Diocese of Sioux Falls for the use and benefit of the University of South Dakota, which easement runs over a tract of land belonging to the Diocese and described as:

The East Three (3) feet of the West Twenty (20) feet of Lots T-1 and W-1 in the Northeast Quarter (NE1/4) of Section Thirteen (13), Township Ninety-two (92) North, Range Fifty-two (52) West of the 5th Principal Meridian, City of Vermillion, Clay County, South Dakota.

A copy of the Grant Easement to SDBOR from the Diocese of Sioux Falls for the Newman Center Entry can be found on pages ____ to ____ of the official minutes.

All voted AYE. The MOTION CARRIED.

SUBSTANTIVE

SDSU Medary Commons/Enrollment Services Center Renovation - Facility Design Plan

IT WAS MOVED by Regent Morris, seconded by Regent Baloun to approve SDSU's Facility Design Plan to build a small addition onto Medary Commons, renovate the current facility, and furnish it at a cost not to exceed \$3,000,000. Funding for this project will be \$735,941 in FY13 HEFF Funds, \$1,514,059 in FY14 HEFF Funds, and \$750,000 in FY14 University Support Fees. All voted AYE. The MOTION CARRIED. A copy of the SDSU Medary Commons/Enrollment Services Center Renovation – Facility Design Plan can be found on pages ____ to ____ of the official minutes.

SDSU Indoor Practice Facility and Human Performance Facility - Facility Design Plan

IT WAS MOVED by Regent Jewett, seconded by Regent Baloun to approve SDSU's Facility Design Plan to construct an Indoor Practice Facility and Human Performance Facility at an estimated cost of \$32,000,000. Funding for construction of this project will come from a \$10,000,000 naming gift, donations and pledges of \$16,093,135, \$2,000,000 from a Sports Medicine Agreement, and a donation of \$3,906,865 from the Foundation if further private

donations are not secured. Operation expenses including utilities will come from state funding. All voting AYE. The MOTION CARRIED. A copy of the SDSU Indoor Practice Facility and Human Performance Facility – Facility Design Plan can be found on pages ____ to ____ of the official minutes.

SDSU Physical Education Complex Frost Arena HVAC Replacement - Facility Design Plan

IT WAS MOVED by Regent Morris, seconded by Regent Jewett to approve SDSU's Facility Program Plan to replace the HVAC system in the Physical Education Complex / Frost Arena at an estimated cost of \$2,100,000. SDSU has set aside \$1,397,974 from FY13 and FY14 allocated HEFF funds, plus \$575,000 in residual FY12 and FY13 HEFF project funds. Additionally, SDSU will reallocate the FY14 HEFF Ag Museum window replacement project of \$130,000 to the Frost Arena HVAC costs. All voted AYE. The MOTION CARRIED. A copy of the SDSU Physical Education Complex Frost Arena HVAC Replacement – Facility Design Plan can be found on pages ____ to ____ of the official minutes.

Lease with the University of South Dakota Research Park, Incorporated, to Facilitate Further Development of the University of South Dakota Research Park

IT WAS MOVED by Regent Morris, seconded by Regent Jewett to approve the lease to the University of South Dakota Research Park, Inc., on the terms set forth in Attachment 1 to this item, of a tract of land within the campus of the University Center in Sioux Falls and described as:

Tracts 1, 2 and 3, Less Lot A, of the University Center Research Park Addition to the City of Sioux Falls, Minnehaha County, South Dakota (as shown on attached Exhibit A).

All voted AYE. The MOTION CARRIED. A copy of the item prepared for the Lease with the University of South Dakota Research Park, Incorporated, to Facilitate Further Development of the University of South Dakota Research Park can be found on pages ____ to ____ of the official minutes.

Full Report

IT WAS MOVED by Regent Schaefer, seconded by Regent Jewett to adopt the report and actions of the Committee on Budget and Finance. All members voting AYE. The MOTION CARRIED. A copy of the Full Report can be found on pages ____ to ____ of the official minutes.

INFORMAL BUDGET HEARINGS

The regents heard system and institutional budget priorities for FY15.

System Level Request: Dr. Jack Warner, Dr. Kramer, and Claudean Hluchy put forward three priorities and an informational piece for the regents. In regards to affordability, he offered three options for requests that would keep tuition and fees down, including buy down for inflation,

salary increases on the employees paid from tuition and fees (this would be a tuition buy down for resident students only; nonresidents tuition would increase to support salary policy). This would allow us to keep the salary portion out of the calculation for resident students. Regents discussed the implications of this.

He noted two other requests: the state HEFF match, which recognizes year two of a four year commitment and a one-time request that focuses on a request for funds to support the transfer costs for commercializing research.

Lastly Dr. Warner explained what another 15% increase on health insurance would cost the system, roughly \$5 million.

Black Hills State University: President Kay Schallenkamp, Lois Flagstad, Rod Custer, and Kathy Johnson budget requests focused on research and student success. In terms of research it was acknowledged by BHSU that it is at capacity, they would like to increase this capacity by increasing FTE. Regarding student success, they would like increased FTE for implementation of Starfish (training faculty and staff), expansion of experiential learning opportunities, and academic technology.

South Dakota School of Mines & Technology: President Heather Wilson explained the affordability issue is a top issue. Related to this, is a need based scholarship program for South Dakota students. Related to student success, SDSM&T recognizes their relatively high retention rate, but they would like to have assistance bulking up the current resources they have so they can increase it never-the-less. Veterans/active-service military (7% of student body) are one population to focus on. Women are another population group to focus on since women only compose 25% of the Mines population, very possibly associates with learning style. The last focus of the request has to do with research, especially since the mine in Lead is a competitive advantage. She noted the entrepreneur-in-residence program as well as micro grants for students and freshman scholarships.

Dakota State University: President David Borofsky, Stacy Krusemark and Judy Dittman offered their requests related to affordability that had to do with additional funds for the needs based grant as well as student work opportunities and payments. Regarding student success, DSU would like money for enhanced advising is a priority as it is a major factor in retention. Lastly, in regard to research, they would like to see increased undergraduate research support, which would include an additional hire.

Northern State University: President Jim Smith, Tom Hawley, and Veronica Paulson presented their budget requests for FY15. President Smith noted that NSU is the most affordable in the system. Regarding student success, NSU's has many low income students which equates to a need for more attention and services to support retention. This includes a request for base funding for a retention officer as well as an advising officer. He said that NSU's labs are not fully functional and operational. They are offering a budget request to enhance infrastructure that could help in grant application. Another request is money for the E-Learning Center. Regents asked questions and discussed the E-Learning Center in more detail.

South Dakota School for the Blind and Visually Impaired: Superintendent Marje Kaiser and R.L. Ginsbach explained their requests two additional consultants to serve the population. In response to a question, she noted that they'd seek to hire one consultant in Sioux Falls and one in central South Dakota.

South Dakota School for the Deaf: Superintendent Kaiser explained that there is no budget request for FY15.

South Dakota State University: President David Chicoine and Wes Tschetter explained SDSU requests that include a 4% salary policy for salary competitiveness as well as a needs-based grant program, capacity building for student success with six FTE positions, and capacity building for interdisciplinary research and commercialization infrastructure. Discussion followed regarding invention disclosures, etc. Lastly, he referenced related healthcare workforce needs. President Chicoine explained that they would like to join with USD, and build a Master's in Public Health degree. Further, they'd like to ask the state to help fund a interdisciplinary research laboratory by funding 40% of the building.

CES: Dean Barry Dunn, President Chicoine and Wes Tschetter said their first priority is for investment in precision agriculture. Their second request relates to laboratory expansion and remodeling in their biofuels group. The third request asks the state to request a portion of the rebuilding of the Swine Unit, Cow-Calf Unit, and Headhouse/Greenhouse projects for which SDSU are currently fundraising.

AES: Dean Barry Dunn, President Chicoine, and Wes Tschetter said they would like to request funds for the translational part of precision agriculture, which would place a trained person in the field. President Chicoine answered questions regarding ROI on agriculture research and faculty.

University of South Dakota Medical School: Dr. Mary Nettleman explained that they are proposing to expand the medical school class by 11 students per class. She noted that there is broad support for class expansion from preceptors including signed letters of commitment from the major healthcare entities in the state. She said the residencies slots have not increased throughout the nation; however, Sioux Falls has increased residencies by 50% (at the cost of the healthcare entities) which provide these students opportunities in the state. Further, Dr. Nettleman explained the request for a Masters of Public Health. She noted opportunities that come along with this degree, including for research.

University of South Dakota: President Jim Abbott, Sheila Gestring, Chuck Staben, Dr. Nettleman noted regarding success initiatives USD is requesting funds for a College to Career Success Center and money to bolster the American Indian Studies Institute. Further regarding research, he said regarding research, they are requesting funds for the work at the GEAR Center and USD Research Park, including an undergraduate program in biomedical studies, GEAR Center expansion, and GMP program. Dr. Jensi, VP for research, explained that they currently have a planning process in place with GOED, and GOED has shown interest in going beyond planning to create the facility.

The Board discussed priorities and gave direction on the development of the proposal for the FY15 budget request that will be approved at the August Board Meeting.

A copy of Informal Budget Hearings can be found on pages ____ to ____ of the official minutes.

ADJOURN

IT WAS MOVED by Regent Johnson seconded by Regent Morris to adjourn the meeting of the Board of Regents on June 20 at 12:45 p.m. All members voting AYE. The MOTION CARRIED.

DRAFT