

**BOARD OF REGENTS
MINUTES OF THE MEETING
June 10-12, 2014**

The South Dakota Board of Regents met on June 10-12, 2014 in the Muenster University Center at the University of South Dakota, Vermillion, South Dakota, with the following members present:

Dean Krogman, President
Randy Morris, Secretary
Terry Baloun, Regent
Kathryn Johnson, Regent
Joe Schartz, Regent
Bob Sutton, Regent
Kevin Schieffer, Regent

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; Paul Turman, System Vice President for Research and Economic Development; Nathan Lukkes, System Assistant Vice President for Research and Economic Development; Michele Anderson, Internal Auditor; Daniel Palmer, Director of Institutional Research; Barbara Basel, Director of Human Resources; Monte Kramer, System Vice President of Finance and Administration; Claudean Hluchy, Budget Manager; Dave Hansen, Director of Information Technology; Molly Weisgram, Director of Student Affairs and Assistant to the CEO and Board; James Abbott, USD; David Chicoine, SDSU; David Borofsky, DSU; Kay Schallenkamp, BHSU; Marjorie Kaiser, SDSBVI and SDSD; Heather Wilson, SDSM&T; Jeff Siekmann, Wesley Tschetter, Laurie Nichols, Mary Kay Helling, SDSU; Veronica Paulson, Tom Hawley, Connie Ruhl-Smith, NSU; Sheila Gestring, Kurt Hackemer, Alan Aldrich, Kimberly Grieve, Deborah Dodge, Mary Nettleman, USD; Stacy Krusemark, Judy Dittman, David Borofsky, DSU; Tom Jackson, Kathy Johnson, Warren Wilson, Rod Custer, Curtis Card, Lois Falgstad, BHSU; Duane Hrnrcir, Richard Sinten, SDSM&T; R. L. Ginsbach; SDSBVI/SDSD; Bill Adamson, COHE State President; Steven Kohler, BFM; and other students, faculty, and members of the press.

TUESDAY, JUNE 10, 2014

The Regents convened in open session at 6:00 p.m. on Tuesday, June 10, 2014, in the Muenster University Center, Room 212 at the University of South Dakota.

IT WAS MOVED by Regent Sutton, seconded by Regent Morris that the Board of Regents Convene and Dissolve into Executive Session at 6:00 p.m. on Tuesday, June 10, 2014, 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 11, 2014, 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 11, 2014

Regent President Dean Krogman called the meeting of the Board of Regents to order at 1:30 p.m. on June 11, 2014, 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. He introduced new USD staff members: Craig Johnson, Executive Director of UC Sioux Falls; Mary Barry, interim vice president of research; and Scott Pohlson, vice president of marketing and enrollment and university relations. He showed a short video highlighting four outstanding USD students.

APPROVAL OF THE AGENDA

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

APPROVAL OF THE MINUTES

IT WAS MOVED by Regent Morris, seconded by Regent Baloun to approve the minutes of the regular meeting on May 13, 2014. All members voting AYE. The MOTION CARRIED.

REPORT AND ACTIONS OF EXECUTIVE SESSION

Upon convening at 6:00 p.m. on Tuesday, June 10, 2014, the Board dissolved into executive session in order to discuss personnel matters. As shown on the published agenda, and pursuant to a motion ratifying the purposes stated on the published agenda, it adjourned at 9:00 p.m. and reconvened in executive session at 8:00 a.m. on Wednesday, June 11, 2014, 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 Sutton 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 Sutton, seconded by Regent Baloun 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. Accept the appointment of Marcus Garstecki as vice president for student affairs and dean of students at DSU with an effective date of July 1, 2014 at the annualized salary of \$107,500; accept the appointment of Joel Luekens as athletic director of SDSM&T effective June 1, 2014 at an annualized salary of \$92,000; accept the appointment of F. Stephen Malott as vice president of finance at SDSM&T with an effective date of August 25, 2014 at an annualized salary of \$130,000; accept the appointment of Dr. James D. Moran, III as provost and vice president for academic affairs at USD with an effective date of July 1, 2014 at an annualized salary of \$225,000; accept the interim appointment of Susan Bostian as vice president of student affairs at NSU with an effective date of June 1, 2014 at an annualized salary of \$105,644; accept the title change to vice president of human resources and a salary adjustment to \$95,000 effective May 22, 2014 for Kelli Shuman of SDSM&T; accept the reassignment of Dr. Ron White to special assistant to the vice president of research at SDSM&T with an effective date of April 23, 2014 and a last employment date of June 21, 2014; accept the resignation of Calvin Phillips of NSU effective June 1, 2014; accept the retirement of Dr. Duane Hrcncir of SDSM&T effective September 21, 2014; accept the retirement of Dr. Laura Janski of USD effective June 21, 2014; accept the retirement of Diane Zak of USD effective June 21, 2014; accept the annualized salary adjustment for Jerilyn Roberts of SDSM&T to \$89,579 effective May 22, 2014.
2. Award the title of Professor Emeritus of Agricultural and Biosystems Engineering to Stephen Pohl (SDSU); Director Emerita of Academic Evaluation and Assessment to Jo Ann Sckerl (SDSU); and Professor Emerita to Marcia Morrison (USD). A copy of the resolutions of recognition can be found on pages ___ to ___ of the official minutes.
3. Approve the requests to grant tenure to Dr. Laura Vidler, USD Professor and Chair of the Department of Modern Languages and Linguistics; Dr. Quoc-Nam Tran, USD Professor and Chair of the Department of Computer Science; and Dr. Teresa Stephenson, USD Associate Professor of the Division of Accounting & Finance.
4. Approve the request for a one (1) year extension of time for tenure consideration for Dr. JeongHee Yeo (SDSU) and Dr. Rebecca Randall (SDSU).
5. Approve awarding two (2) years of prior service credit toward tenure and two (2) years of prior service credit towards promotion for Byron Hollowell (BHSU); two (2) years of prior service credit towards promotion for Dr. Wei Song (BHSU); and two (2) years of prior service credit toward tenure for Mary E. Emery (SDSU).
6. Approve the leave request for Corey Shelsta for the 2015 spring semester (SDSU); and the withdrawal of Dr. Qiquan Qiao's sabbatical leave for Fall 2014 (SDSU).

7. Approve the confidential settlement of SDSM&T Grievance 14-001.
8. 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 briefed the Board on the topics taken up at the April 29 and May 27 meetings of the Council of Presidents and Superintendents.

Further he asked an indulgence of the Board to honor BHSU President Kay Schallenkamp as she nears her retirement date. He praised the good work she had done for Black Hills State University and the South Dakota Regental System as a whole.

Regent President Krogman said there being no objection, the Board's agenda is hereby amended for the purpose of entertaining a motion to award an honorary doctorate degree of public service to President Kay Schallenkamp.

IT WAS MOVED by Regent Morris, seconded by Regent Sutton to award an honorary doctoral degree of public service to Kay Schallenkamp. All members voting AYE. The MOTION CARRIED.

Regent President Krogman explained that an honorary degree is the highest honor that is bestowed by the Board of Regents and the universities. The purpose is to pay tribute to worthy individual(s). He asked Dr. Schallenkamp, Regent Morris, and Regent Sutton to come forward for the hooding.

The following citation was read into the record by Dr. Jack Warner:

In recognition of extraordinary service and leadership to the South Dakota system of public higher education, the South Dakota Board of Regents awards its highest honor, an honorary doctorate in public service, to Dr. Kay Schallenkamp.

Under Dr. Schallenkamp's eight-year leadership as president of Black Hills State University, the Spearfish institution has come to distinguish itself as a dynamic and growing comprehensive university in this region and beyond. With her focus on innovative change in education, Dr. Schallenkamp partnered Black Hills State University with the nearby Sanford Underground Research Facility to develop a world-class science laboratory that will pay dividends for years to come.

During her tenure, Black Hills State University steadily increased enrollment and graduation rates, added new undergraduate and graduate degree programs, and increased grant funding and scholarship donations. As president, Dr. Schallenkamp built and strengthened collaborations with business, industry, and government agencies to meet the region's workforce needs and to create new experiential learning opportunities for Black Hills State students.

The first South Dakota university president to join the American College and University President's Climate Commitment, Dr. Schallenkamp led Black Hills State University in efforts to reduce its carbon footprint, including Leadership in Energy and Environmental Design (LEED) Gold certification of the David B. Miller Yellow Jacket Student Union and the Life Sciences Laboratory. The state's only master's degree in sustainability was launched at Black Hills State University in 2013.

As one of South Dakota's own, she began her higher education experience as an undergraduate student at Northern State University in Aberdeen, S.D., and later returned to Northern State to embark upon her academic career. She holds three degrees in communication disorders from Northern State University, the University of South Dakota, and the University of Colorado.

In a higher education career that spanned more than 40 years, Dr. Schallenkamp also distinguished herself in public service as president of Emporia State University in Kansas and in senior-level academic positions at the University of Wisconsin-Whitewater and at Chadron State College in Nebraska.

In recognition thereof, the South Dakota Board of Regents, on behalf of the citizens of South Dakota, bestows upon Dr. Kay Schallenkamp the degree of Honorary Doctor of Public Service, reserved for those individuals whose exceptional personal and professional contributions merit special acknowledgement.

Regents Morris and Sutton placed the honorary doctoral hood over President Schallenkamp.

REPORT AND ACTIONS OF THE EXECUTIVE DIRECTOR

Dr. Warner introduced the new president of Black Hills State University, Dr. Tom Jackson. He also introduced Nathan Lukkes, the new system vice president of research and economic development.

Dr. Warner further explained that Dr. Sam Gingerich, System Vice President of Academic Affairs, will be retiring this month and thanked him for his dedicated services. He once again asked for the indulgence of the Board for the approval of a resolution of recognition for Dr. Gingerich.

Regent President Krogman asked for a motion.

IT WAS MOVED by Regent Sutton, seconded by Regent Johnson to approve the resolution of recognition for Dr. Sam Gingerich. All members voting AYE. The MOTION CARRIED.

Dr. Warner read the special resolution aloud:

Whereas, Dr. Samuel B. Gingerich served the people of South Dakota for 21 years, first as an assistant professor of chemistry and then as vice president for academic affairs at Northern State

University from 1985 to 1998, and later at the system level as the Board of Regents' system vice president for academic affairs from 2006 to 2014; and

Whereas, Dr. Gingerich served as the chief academic officer for the public university system in South Dakota, where he directed numerous projects and initiatives geared to achieving and maintaining academic quality; these efforts included review of existing or proposed courses, programs, and degrees; establishment of rigorous academic standards and assessments; and the creation of articulation and transfer agreements; and

Whereas, Dr. Gingerich's work was consistently guided by due regard for the highest quality of higher education in South Dakota, the avoidance of unnecessary duplication, and the attainment of economy and efficiency; and

Whereas, Dr. Gingerich provided leadership through his work with the Academic Affairs Council, the system's provosts and academic vice presidents, the faculty, and others within the academy; and

Whereas, Dr. Gingerich, throughout his service to the Board and the state, produced work of the highest quality and has acted with enthusiasm, integrity, and persistence;

Now therefore, be it resolved that the South Dakota Board of Regents, its staff, campus administrators, and faculty wish to recognize and express appreciation and sincere thanks to Dr. Sam Gingerich for his dedicated service to higher education in South Dakota;

Be it further resolved that Dr. Sam Gingerich be accorded special recognition for his outstanding service, and it is ordered that this Resolution be spread upon the minutes of this Board and that a copy thereof be forwarded to Dr. Gingerich.

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 Jess Peterson said that the student federation met the evening previous and discussed federation goals as well as adopted a new logo.

STUDENT ORGANIZATION AWARDS – USD

Dr. Kimberly Grieve, Vice President of Student Services/Dean of Students, presented USD's student organization awards.

Student Organization of the American Dental Hygiene Association (SADHA) accepted the award for Academic Excellence. (SADHA) introduces students to the professional side of dental hygiene both clinically and as leaders within the profession. SERVE (Students Enhancing Resources for Vermillion Enrichment) accepted the award for community service. The purpose of the SERVE Organization is to support the educational mission of the University of South

Dakota by providing service-based learning opportunities for the university community by creating an environment which advocates the importance of community service. AWOL (Alternative Week of Off-Campus Learning) accepted the award for organizational leadership. AWOL immerses students in educational service-learning experiences through exposure to diverse social issues and encourages post-trip application of those experiences.

A copy of the Student Organization Awards – USD can be found on pages ___ of ___.

SOUTH DAKOTA BUILDING AUTHORITY REVENUE BONDS, SERIES 2014

IT WAS MOVED by Regent Morris, seconded by Regent Baloun to approve adopt Special Resolution No. 43-2014, which will:

- A. Request the Building Authority to proceed with the issuance of revenue bonds (“*Revenue Bonds*”) to finance costs of the Stadium Project at South Dakota State University, together with such additional amount of bonds as shall be required to pay costs of issuance of such bonds and up to two years of capitalized interest thereon; and provided that the issuance can be effected within the stated parameters.
- B. Authorize the President of the Board and the Executive Director to execute an instrument of transfer to effect the transfer of jurisdiction over the affected real property for the Projects.
- C. Authorize the President of the Board and the Executive Director to execute a supplement to the existing lease between the Board and the Building Authority. This lease establishes the basis for the continued occupancy and use of the premises by the Board and outlines the conditions of payment to the Building Authority for such occupancy and use.
- D. Authorize the officers of the Board and the Executive Director to take such other actions and to execute such other documents as may be required to carry out the actions approved pursuant to such special resolutions.

ROLL CALL VOTE:

BALOUN – AYE
JEWETT – ABSENT
JOHNSON – AYE
KROGMAN – AYE
MORRIS – AYE
SCHAEFER – ABSENT
SCHARTZ – AYE
SCHIEFFER – AYE
SUTTON – AYE

The MOTION CARRIED.

A copy of South Dakota Building Authority Revenue Bonds, Series 2014 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. Jack Warner introduced the proposed changes to the student health insurance. He explained that given proposed premium increases of the student health plan, it was determined that the price was too high to warrant continuing the plan. Additionally, he proposed that international students no longer be required to buy the SDBOR health plan but instead produce evidence of a credible U.S. based health plan. The institutions would be responsible to require the proof of coverage and would be audited by the system office to ensure the process is in place.

Kayla Bastian, System Assistant Director of Human Resources, further explained the rationale of moving away from a Board sponsored health insurance plan that includes both domestic and international students. She said that not all international students are required to be under an ACA compliant plan, which gives them the ability to find lesser expensive coverage.

In response to a question about communication strategy and timeline, Kayla Bastian explained that the plan year ends on July 31 so the communication strategy would need to be implemented in a short amount of time.

IT WAS MOVED by Regent Baloun, seconded by Regent Johnson to approve the Study Abroad CISI Insurance and Inbound CISI Insurance. Require international students to produce evidence of health insurance coverage prior to enrollment. A record of such evidence is to be kept at each institution. Authorize the Executive Director to develop a communication plan to inform students that the Board of Regents will no longer offer a student health plan and inform them of options for health plans under the Affordable Care Act. All members voting AYE, with the exception of Regent Bob Sutton who sustained. 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.

ATHLETIC INSURANCE

Kayla Bastian explained that in 2012 the system premium for athletic insurance was \$578,000, and as of May 2014 claims from that two year benefit period are \$683,000. Due to the high increase in premiums, alternative plan design options were requested and proposals for a zero, \$1,000, \$2,500, and \$5,000 deductible were provided. She said Board representatives have been working to better understand claims data, alternative plan design options and have been discussing proposed premiums for the 2014 plan year, effective August 1, 2014.

She noted that the current secondary athletic insurance plan has a two year benefit period with a zero deductible, with the exception of USD. USD had a secondary athletic plan prior to the system adoption of this insurance and had already adopted the \$3,000 deductible plan design. In 2013, the three NCAA Division II universities billed the cost of the secondary athletic insurance to the student athletes and the NCAA Division I and NAIA universities paid the entire premium.

There is concern that, under the current zero deductible plan design, the plan will not be sustainable due to the increasing premium costs resulting from the high level of usage in this plan design. At present, each school is considering tailoring its plan design to meet its needs.

She said that due to the increasing costs of this plan, there is need for additional Regent discussion on the continued management and possible adoption of a new plan design for the athletic insurance plan for Academic Year 2014-15 at the NCAA Division II and NAIA universities.

Regent Baloun asked a question: if each institution had an opportunity to implement a different deductible plan, would the premium change for all schools? Kayla Bastian explained that this would not affect the premium amounts. In addition to plan design, she explained that the lack of primary care coverage affected the claims on the secondary insurance.

She demonstrated the cost savings that would occur if the institutions implemented a deductible plan. Dr. Warner followed up to explain that an individual campus would have the option to hold the students harmless and pay the student deductibles.

Regent Johnson asked if there is a time to put out an RFP process for this athletic insurance. Kayla explained that it would need to move quickly as the plan year starts on August 1. She explained that when she requested quotes from other companies, one vendor declined to bid and another company came in 17% higher than what the current company proposed.

IT WAS MOVED by Regent Johnson, seconded by Regent Sutton to provide the executive director the authority to take action on the secondary athletic insurance plan. All members voting AYE, the MOTION CARRIED.

A copy of the Athletic Insurance item can be found on pages ___ to ___ of the official minutes.

SOUTH DAKOTA SCHOOL OF MINES & TECHNOLOGY STRATEGIC PLAN

SDSM&T President Heather Wilson introduced the Mines Strategic Plan – The Pursuit of Excellence. She said the plan clarifies the institution’s most important goals and develops strategies to achieve those goals. She further explained that this strategic plan builds on the strategic goals developed and published by the school in September 2012. It is also intended to develop the priorities to help guide the Foundation’s fundraising efforts.

A copy of South Dakota School of Mines & Technology Strategic Plan can be found on pages ___ to ___ of the official minutes.

SDSU SCHOLARSHIP PILOT

Dr. Warner recognized the many best practices strategies that are employed in this pilot and congratulated SDSU for the pilot design.

Dr. Monte Kramer introduced the proposed SDSU Scholarship Pilot and explained that this pilot program would target economically and scholastically disadvantaged students starting this fall.

He noted that although not all schools would have resources to fund such a program and have very different needs, USD may consider a similar pilot for AY15-16 after its new Provost has an opportunity to develop a proposal.

Dr. Kramer explained that the pilot would focus on two cohorts of 40 students for four years. The total charge to the student for tuition and fees after the scholarship support they would receive through the pilot would be \$5,730 per year. Factoring in a full PELL award, the student would have all tuition and fee costs covered except for any special discipline fees or lab fees. The amount for the four-year scholarship would be \$1,983,000. He explained that there are additional scholarships the students could apply for that would apply to dining services and residence halls, leaving the student dining commitment at \$651.60 per year. He explained other loan structures and vouchers that would come along as a participant of the pilot.

He explained that the pilot includes all of the known elements that improve student success. Getting the students any necessary remediation up-front and out of the way and enrolled in their first course will give them the necessary confidence they will need to transition to college life. Engaging the students with a full-time class load with a small work commitment will keep them fully engaged. Giving the student the necessary mentoring and special attention they will need to succeed throughout their college career will be vital. Finally, the program eliminates a huge financial barrier with the awards eliminating the concerns of cost.

The awards that the campus would provide come in the form of university scholarships through tuition remission and late payment amounts. Additional academic receipts will come in due to PELL grants. The new cash change to the institutions is \$363,000 increase over the four years even after the cost of the scholarship awards.

Regent Baloun said we don't run enough pilots and not all have to be successful, even though we want this one to be successful. He noted that likely there are things that could be learned through the process.

In response to a question from Regent Morris, President Chicoine explained that the summer bridge starts 30 days before the beginning of the semester. He noted that eligible students are already in the recruitment pool.

Dr. Laurie Nichols said the students' need for remediation qualifies the student as being scholastically disadvantaged. She explained that regarding capacity in the summer bridge, they will make it work. She also confirmed that they used historical data to determine the number of students included in the pilot and said there are students who apply every year who do not come to the institution because of financial reasons. Therefore, they already have a pool of students established who they would target for the pilot.

In clarification to Regent Sutton's question, Dr. Nichols explained that the program is designed for students who are scholastically and economically disadvantaged.

In response to Regent Schieffer, President Chicoine explained that the students who are both academically and economically disadvantaged are those in most need. Furthermore, it was explained that the summer bridge program is only for incoming students.

IT WAS MOVED by Regent Schartz, seconded by Regent Schieffer to approve the SDSU Pilot Scholarship Program and the ability to utilize an estimated \$804,992 from tuition remission and late payment fees to fund the awards. Additional Foundation scholarships will account for \$264,000 of the program (dining). Waived housing will account for \$104,790. An update of the pilot program will be provided at the end of each academic year. All members voting AYE, the MOTION CARRIED.

A copy of SDSU Scholarship Pilot can be found on pages ___ to ___ of the official minutes.

NEW PROGRAM REQUESTS

SDSM&T and SDSU – Ph.D. in Civil and Environmental Engineering

Dr. Jay Perry explained that SDSM&T and SDSU have submitted a proposal for a Ph.D. program in Civil and Environmental Engineering (CEE) at SDSM&T and Civil Engineering (CE) at SDSU. The collaboration between SDSM&T and SDSU allows for cost-savings through course and equipment sharing. According to the proposal, South Dakota is the nation's only state university system without a Ph.D. program in civil or environmental engineering.

IT WAS MOVED by Regent Sutton, seconded by Regent Johnson to Approve SDSM&T Ph.D. in Civil and Environmental Engineering and SDSU Ph.D. in Civil Engineering as described in Attachment I. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for New Program Request: SDSM&T and SDSU – Ph.D. in Civil and Environmental Engineering can be found on pages ___ to ___ of the official minutes.

SDSU – Ph.D. in Agricultural, Biosystems, and Mechanical Engineering

Dr. Perry explained that SDSU has submitted a proposal for a Ph.D. program in Agricultural, Biosystems, and Mechanical Engineering. According to the proposal, the program will support economic growth in South Dakota by preparing graduates to work in biorenewable energy and bioresource conversion technologies; engineering of advanced precision agriculture systems used in production agriculture; natural resources engineering for utilization and conservation of soil and water resources; and advanced manufacturing and quality control technologies.

IT WAS MOVED by Regent Baloun, seconded by Regent Morris to approve South Dakota State University's proposal for Ph.D. in Agricultural, Biosystems, and Mechanical Engineering as described in Attachment I. Board Policy 1:10:2 (South

Dakota State University Mission Statement) includes authorization for doctoral programs and strategic research. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for New Program Request: SDSU – Ph.D. in Agricultural, Biosystems, and Mechanical Engineering can be found on pages ___ to ___ of the official minutes.

USD and SDSU – Master in Public Health

Dr. Perry explained that USD and SDSU have submitted a joint proposal for a Master of Public Health (MPH) program.. Both universities request authority to grant the degree; however, the proposal represents a collaborative program where each university contributes courses, faculty, resources, and expertise. The program would include a focus on rural health issues and prepare students for careers in public health while providing additional training to existing healthcare practitioners within the State. Program graduates would be trained in contemporary health promotion, illness prevention, and data analysis. USD currently offers a 12-credit Graduate Certificate in Public Health (approved by the Board in 2002).

IT WAS MOVED by Regent Johnson, seconded by Regent Schartz to approve (1) approve the joint proposal from the University of South Dakota and South Dakota State University for a Master of Public Health (MPH) program as described in Attachment I and (2) authorize the University of South Dakota and South Dakota State University to offer the Master of Public Health online. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for New Program Request: USD and SDSU – Master in Public Health can be found on pages ___ to ___ of the official minutes.

CHANGES TO THE OPERATIONS AT THE STATE LIBRARY NETWORK

Dr. Sam Gingerich explained that in the last decade there have been rapid and significant changes in technology systems, information storage and data retrieval, changes that are impacting all libraries in the state. In parallel, the mission of the State Library was refocused a few years ago. As those processes unfolded, responsibility for operational processes assigned to the Department of Education and the State Library by the Joint Powers Agreement were reassigned to SDLN staff.

As a result of these changes, leadership of the Board of Regents, Department of Education and State Library had a series of meetings to discuss the future of the Network. Initially the parties did consider shifting responsibility to the Regental system with the thought that this would allow the Regents to create an alternative which would be operated under a fee for service structure. However, as events have unfolded, it became apparent to the parties that it would be best if the network was dissolved.

As is required to do this, a new JPA has been drafted that will immediately transition the operations of SDLN to the Regents from the shared governance structure established in the existing JPA. In addition, the Executive Director has agreed to commit to providing support for the current operating system for two years, a period that will allow member libraries to make other arrangements. Member libraries will be asked to notify the Board Office of their transition date so records extraction and other required supports can be scheduled. This will also allow the system to develop realistic operating budgets during these two transitional years. Operations of SDLN will cease on June 30, 2016.

The member libraries have recommended a rubric for handling annual fees and for rebating a prorated share of SDLN's existing fund balance. This is being considered and, following discussions with member libraries, a plan will be finalized.

This plan was communicated by Dr. Warner to all member libraries on May 29.

He said once the Joint Powers Agreement required to initiate these processes is executed by all parties, staff will work with SDLN staff and with the State Library to implement the steps outlined.

Mary Johns, Siouxland library director, testified before the Board. She said she appreciates the support that the BOR has given them, helping them to provide the essential support they provide to their communities.

IT WAS MOVED by Regent Baloun, seconded by Regent Sutton to approve (1) the Joint Powers Agreement and (2) direct the staff to work with SDLN member libraries to develop a plan for the orderly phase out of network services, withdrawal of individual library records, distribution of operating and capital reserves, distribution of annual fee, and assessment of charges to be set off against reserves and to submit a report at the August 14, 2014 meeting. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for Changes to the Operations at the State Library Network can be found on pages ___ to ___ of the official minutes.

USD RESEARCH PARK MASTER PLANNING

Nathan Lukkes explained the University of South Dakota Research Park, Inc., of which the Board is the sole member, is holding its annual meeting during the Board's June meeting. At that time the Board will appoint the Directors of USDRP, Inc. The Board of Directors has provided its nominations to the Board. The Board will also consider an amendment to the Bylaws of USDRP, Inc., to provide the Board with the flexibility to set the time and place of the annual meeting.

IT WAS MOVED by Regent Morris, seconded by Regent Baloun to (1) appoint the Directors of USDRP, Inc. as recommended by the Board of Directors in Attachment III and (2) amend the Bylaws of USDRP, Inc. as set forth in Attachment VI to allow for flexibility in scheduling the time and place of the annual meeting. All members voting AYE, the MOTION CARRIED.

He further explained that as part of the process of expanding the Graduate Education and Applied Research (GEAR) center and the USDRP located in Sioux Falls, the USDRP Board contracted with a consultant (Architecture Incorporated and Perkins & Will) to prepare a master plan for the research park.

The USDRP master planning team presented a brief overview of the planning process.

Regent Baloun asked the planning committee to continue to think about the education component as well as research components in this process. Regent Sutton said if there is a specific research firm that has specific typography needs, he wants to have flexibility in the 250 acres to accommodate.

A copy of the USD Research Park Master Planning can be found on pages ___ to ___ of the official minutes.

THURSDAY, JUNE 12, 2014

Regent President Krogman called the meeting of the Board to order at 9:00 a.m.

PROOF OF CONCEPT EXPANSION

Nathan Lukkes explained that the Board submitted a request for \$2 million in one-time funds to support technology transfer activity within the Regental system in its FY15 Budget Request to the Governor. Part of that request included the expansion of the existing Proof of Concept funding pool to provide opportunities for institutions to seek funding to cover market analysis and patent costs. The request was not included in the Governor's budget recommendations in December 2013, and this past January the Board directed staff to advance the proposal to the Governor's Office of Economic Development (GOED) for possible funding through the Future Fund.

GOED was engaged and the Governor subsequently agreed to expand the existing Proof of Concept program to provide funding to institutions for certain market analysis and patent costs. RAC representatives and GOED collaborated to establish the parameters and requirements of the expansion and earlier this month the Proof of Concept program was expanded to provide funding to institutions.

A copy of the Proof of Concept Expansion can be found on pages ___ to ___ of the official minutes.

FY2014 SECTION SIZE REPORT

Dr. Daniel Palmer explained that as South Dakota's public university system advances its efforts to balance instructional effectiveness with organizational efficiency, course section size has

emerged as an important accountability measure. The annual *Section Size Report* evaluates the extent to which the state's six public institutions continue to meet Regental policy with respect to minimum enrollment per course section.

He explained that each year Table 3 in the report provides the BOR with the percentage of selected sections that do not meet the 4/7/10 policy requirements established in BOR Policy 5:17. He said data depicted in the report indicate that the percentage of selected sections at BHSU exceeded the 4% threshold that is established in this policy.

Furthermore, he noted a policy change adopted by the Board of Regents in October 2011, excluding summer sections from this analysis. He noted that this change may affect trend data presented in this report, beginning with data for FY2013.

The FY2014 Section Size Report can be found on pages ___ to ___ of the official minutes.

SDBOR PEER SELECTION COMMITTEE

Dr. Palmer explained that SDBOR central office staff have worked with campuses over the last several months to assemble an institutional peer set for each Regental university. These peer sets will be used for general purposes in future SDBOR analyses where peer comparisons would be informative and appropriate. He described the methodology used in SDBOR's most recent peer selection process and referenced the list of each institution's final peer set.

Regent Baloun asked if the peer list is for academic, budget or salary purposes. Dr. Palmer explained that there isn't a particular purpose; these peer lists were developed for general comparison purposes.

Dr. Warner explained that there is peril in selecting different peer lists for different purposes because then institutions can be selective for the purposes they are trying to achieve (i.e. comparisons for salary purposes or comparison on academic achievement). He said benchmarking for our institutions is difficult because our institutions are typically smaller than many of the peers, so limiting to geography would be difficult because it was limit the institutions for comparison.

A copy of the SDBOR Peer Selection Committee 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:

INFORMATIONAL ITEMS

I-A 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 the Institutional Items of Information can be found on pages ____ to ____ of the official minutes.

I-B Development Workshop for Student Affairs Professionals

The Committee received information regarding the development workshop for student affairs professionals scheduled for June 17-18, 2014. A copy of the Development Workshop for Student Affairs Professionals can be found on pages ____ to ____ of the official minutes.

I-C Discipline Council Annual Report

The Committee discussed the format of the summary report from the Discipline Councils.

IT WAS MOVED by Regent Baloun, seconded by Regent Morris to table this item until it can be reformatted for more readability and usefulness. The motion passed. A copy of the Discipline Council Annual Report can be found on pages ____ to ____ of the official minutes.

I-D Veteran Students: Enrollment and Progression

The Committee was provided with the Veteran Students: Enrollment and Progression Report which examines the participation of military veteran students in the Regental system. Analysis focuses on these students' participation in enrollment patterns, retention outcomes, and degree competitions. Information only. A copy of Veteran Students: Enrollment and Programs can be found on pages ____ to ____ of the official minutes.

I-E Admission to the Regental System

The Committee received the report which provides a cloud-level overview of recent admissions data for the Regental system. Basic data are presented with respect to applications, acceptances, admissions, admission groups, and placement in remedial coursework. Information only. A copy of the Admission to the Regents System item can be found on pages ____ to ____ of the official minutes.

I-F 2014 Athletic Academic Report

The Committee received an overview of the annual report on athlete academic performance. The executive summary and full report summarize seven academic performance indicators for athletes and non-athletes, including: Admission by exception rate; ACT performance (English and mathematics); South Dakota Opportunity Scholarship participation rate; Term grade point average; CAAP performance (mathematics, reading, science reasoning, and writing); Term credit hours; and Graduation/retention rate. Information only. A copy of the 2014 Athletic Academic Report can be found on pages ____ to ____ of the official minutes.

I-G Credit Hours to Degree

The Committee received the report which examines recent data with respect to credit hour completions by Regental graduates, and tracks changes in this metric following SDBOR's adoption of new credit hour requirements for undergraduate degree programs. Information only. A copy of the Credit Hour to Degree can be found on pages ____ to ____ of the official minutes.

I-H Update on Cengage

The Committee received an update on the vendor, Cengage, which has been marketing their MindTap tool to faculty in the Regental system noting that integration is available through Desire-to-Learn. This integration would allow for single-sign-on capacity for faculty who wish to use the additional course content that is provided through that platform (i.e., quizzes, guided learning tools, interactive modules, video resources, etc.). This was discussed with the Council of Presidents & Superintendents and no issues were raised about establishing a pilot to assess the integration capacity between Cengage and the D2L system. Information only. A copy of the Update on Cengage can be found on pages ____ to ____ of the official minutes.

I-I Competitive Research Grant Update

The Committee received an update that for FY14 the pool of funds for the Competitive Research Grant awards were split into two different amounts (\$25,000 and \$100,000) to provide a larger number of faculty an opportunity to compete for funding under this program. The Request for Proposals (RFP) for the FY15 Competitive Research Grant Awards was posted on February 3, 2014 and a total of 46 proposals were submitted by researchers within the Regental system by the April 1 deadline. Each proposal was assigned three reviewers to evaluate and provide feedback on the proposals. Reviews were completed on May 16th, and letters to both award recipients and non-recipients were mailed the week of June 2. Award winners for this year include: Dr. Daniel J. Asunskis (BHSU - \$25,000); Dr. Soonkie Nam (SDSM&T - \$25,000); Dr. Purushotham Tukkaraja (SDSM&T - \$25,000); Dr. Trisha Jackson (SDSU - \$86,777); Dr. Reinaldo Tonkoski (SDSU - \$77,788); Dr. Samuel Sathyanesan (USD - \$99,953); Dr. Zhenqiang 'Rick' Wang (USD - \$63,218); and Dr. Meghann Jarchow (USD - \$24,965). Information only. A copy of the Competitive Research Grant Update can be found on pages ____ to ____ of the official minutes.

CONSENT ITEMS

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

II-A Resolutions of Recognition

Approve the proposed request to recognize Kathleen O'Hara (DSU), Bonnie Olson (DSU), Cathleen Ann Walker (SDSBVI), and Richard Blondo (SDSBVI) for their years of dedicated service to the public higher education system of South Dakota. The motion passed. A copy of the Resolutions of Recognition can be found on pages ____ to ____ of the official minutes.

II-B SDSBVI Membership in SDHSAA

Approve SDSBVI's request for continued membership in the South Dakota High School Activities Association. The motion passed. A copy of the SDSBVI Membership in SDHSAA can be found on pages ____ to ____ of the official minutes.

II-C SDSBVI Individual with Disabilities Education Act (IDEA) Grant

Authorize SDSBVI to submit a request for funding under the IDEA Grant Program. The motion passed. A copy of the SDSBVI Individual with Disabilities Education Act (IDEA) Grant can be found on pages ____ to ____ of the official minutes.

II-D BHSU Accreditation with AACSB International

The Committee received notification that Black Hills State University had received confirmation from the Association to Advance Collegiate Schools of Business (AACSB) International of their attainment of accreditation as of May 9, 2014. A Copy of the letter was provided as Attachment I. No action required. A copy of the BHSU Accreditation with AACSB International can be found on pages ____ to ____ of the official minutes.

II-E (1) Request to Seek Accreditation – BHSU

Approve BHSU's request to seek accreditation from ATMAE for its A.S./B.S. degrees in Engineering Technology. The motion passed. A copy of the Request to Seek Accreditation - BHSU can be found on pages ____ to ____ of the official minutes.

II-E (2) Request to Seek Accreditation – SDSU

Approve SDSU's request to seek accreditation from ASBMB for its B.S. in Biochemistry and accreditation from NASAD for its B.A./B.S. in Graphic Design programs. The motion passed. A copy of the Request to Seek Accreditation – SDSU can be found on pages ____ to ____ of the official minutes.

II-F (1) Program Modifications – BHSU

Approve BHSU's program modification requests for its B.S. in Applied Technical Science, B.S. in English, B.S.Ed. in English, B.S.Ed. in Industrial Technology Education, B.S. in Mass Communication, A.S. in Applied Health Science, B.S. in Composite Chemistry, and B.A. in English. The motion passed. A copy of the Program Modifications – BHSU can be found on pages ____ to ____ of the official minutes.

II-F (2) Program Modifications – DSU

Approve DSU's program modifications requests for its B.S. in Digital Arts and Design – Web Design & Production Specialization, A.S. in Network and System Administration, B.S. in Network and System Administration, B.S. in Professional Accountancy, D.Sc. in Information Systems, Networking Minor, M.S. in Health Informatics, Minor in Business Education, B.S. in

Health Information Administration, and B.S. in Information Systems. The motion passed. A copy of the Program Modifications – DSU can be found on pages ____ to ____ of the official minutes.

II-F (3) Program Modifications – SDSM&T

Approve SDSM&T’s program modification requests for its B.S. in Geology, M.S. in Materials Engineering and Science, Minor in Atmospheric Science, M.S. in Biomedical Engineering, M.S. in Construction Management, Ph.D. in Atmospheric and Environmental Sciences, Ph.D. in Biomedical Engineering, and Ph.D. in Geology and Geological Engineering. The motion passed. A copy of the Program Modifications – SDSM&T can be found on pages ____ to ____ of the official minutes.

II-F (4) Program Modifications – SDSU

Approve SDSU’s program modification requests for its B.S. in Computer Science, Bachelor’s to DNP: Family Mental Health Nurse Practitioner Specialization, Bachelor’s to DNP: Pediatric Clinical Nurse Specialist Specialization, Bachelor’s to DNP: Pediatric Nurse Practitioner Specialization, B.A. in Advertising, B.S. in Advertising, B.S. in Construction Management, B.A. in Journalism, B.S. in Journalism, M.M.C. in Mass Communication, M.S. in Nursing with Clinical Nursing Specialization, B.A. in Architectural Studies, and Entrepreneurship Certificate. The motion passed. A copy of the Program Modifications – SDSU can be found on pages ____ to ____ of the official minutes.

II-F (5) Program Modifications – USD

Approve USD’s program modification requests for its B.A./B.S. in Communication Studies, B.S. in Health Sciences, B.A./B.S. requirements for Arts & Sciences, B.A./B.S. in Criminal Justice, B.A./B.S. in Political Science, Ed.D. in Elementary School Principle, Ed.D. in Secondary School Principle, Ed.S. in Elementary School Principal, Ed.S. in Secondary School Principal, M.A. in Elementary School Principal, and M.A. in Secondary School Principal. The motion passed. A copy of the Program Modifications – USD can be found on pages ____ to ____ of the official minutes.

II-G Center Name Change – SDSU

Approve the renaming of the Geographic Information Science Center (GIS Center) to the Geospatial Sciences Center of Excellence (GSCE). A copy of the Center Name Change – SDSU can be found on pages ____ to ____ of the official minutes.

II-H Department Name Change – USD

Approve the renaming of the Department of Contemporary Media & Journalism to the Department of Media & Journalism. A copy of the Department Name Change – USD can be found on pages ____ to ____ of the official minutes.

All voted AYE. The MOTION CARRIED.

SUBSTANTIVE

III-A (1) Revision to BOR Policy 2:20 – Catalogs

IT WAS MOVED by Regent Schieffer, seconded by Regent Baloun to approve the proposed change to Board Policy 2:20. The motion passed. A copy of the Revision to BOR Policy 2:20 – Catalogs can be found on pages ____ to ____ of the official minutes.

III-A (2) Revision of BOR Policy 3:4 – Student Code of Conduct

IT WAS MOVED by Regent Schieffer, seconded by Regent Baloun to approve the proposed change to Board Policy 3:4. The motion passed. A copy of the Revision of BOR Policy 3:4 – Student Code of Conduct can be found on pages ____ to ____ of the official minutes.

III-A (3) Revision of BOR Policy 3:2 – Residency

IT WAS MOVED by Regent Schieffer, seconded by Regent Baloun to approve the proposed change to Board Policy 3:1. The motion passed. A copy of the Revision of BOR Policy 3:2 - Residency can be found on pages ____ to ____ of the official minutes.

III-A (4) Revision of BOR Policy 1:17.1 – Prevention of Sexual Assault, Domestic Violence, and Stalking

IT WAS MOVED by Regent Schieffer, seconded by Regent Baloun to approve the proposed change to Board Policy 1:17.1. The motion passed. A copy of the Revision of BOR Policy 1:17.1 – Prevention of Sexual Assault, Domestic Violence, and Stalking can be found on pages ____ to ____ of the official minutes.

III-B (1) New Program Request: SDSM&T Minor in Petroleum Systems

IT WAS MOVED by Regent Schieffer, seconded by Regent Morris to approve SDSM&T's new program proposal for a Minor in Petroleum Systems. The motion passed. A copy of the New Program Request: SDSM&T Minor in Petroleum Systems can be found on pages ____ to ____ of the official minutes.

III-C (1) (a) New Certificate Request: DSU Banking Security Certificate

IT WAS MOVED by Regent Baloun, seconded by Regent Schieffer to approve DSU's request for a Banking Security Certificate. The motion passed. A copy of the New Certificate Request: DSU Banking Security Certificate can be found on pages ____ to ____ of the official minutes.

III-C (1) (b) New Certificate Request: DSU Information Technology Certificate

IT WAS MOVED by Regent Baloun, seconded by Regent Schieffer to approve DSU's request for an Information Technology Certificate. The motion passed. A copy of the New Certificate

Request: DSU Information Technology Certificate can be found on pages ____ to ____ of the official minutes.

III-C (2) (a) New Certificate Request: SDSM&T Geospacial Certificate

IT WAS MOVED by Regent Baloun, seconded by Regent Schieffer to approve SDSM&T's request for a Geospacial Certificate. The motion passed. A copy of the New Certificate Request: SDSM&T Geospacial Certificate can be found on pages ____ to ____ of the official minutes.

III-D (1) Articulation Agreements – NSU

IT WAS MOVED by Regent Schieffer, seconded by Regent Morris to approve the proposed cooperative agreement between NSU and Feather River College (FRC). The motion passed. A copy of the Articulation Agreements – NSU can be found on pages ____ to ____ of the official minutes.

III-D (2) Articulation Agreements – SDSU

IT WAS MOVED by Regent Schieffer, seconded by Regent Morris to approve the proposed cooperative agreement between SDSU and the College of Southern Idaho; Mitchell Technical University; and Lake Area Technical Institute. The motion passed. A copy of the Articulation Agreements – SDSU can be found on pages ____ to ____ of the official minutes.

III-D (3) Articulation Agreements – USD

IT WAS MOVED by Regent Schieffer, seconded by Regent Morris to approve the proposed cooperative agreement between USD and Western Iowa Tech Community College; and Southeast Technical Institute. The motion passed. A copy of the Articulation Agreements – USD can be found on pages ____ to ____ of the official minutes.

III-E Cooperative Agreements – SDSM&T

IT WAS MOVED by Regent Morris, seconded by Regent Schieffer to approve the proposed cooperative agreement between SDSM&T and Technische Universität Darmstadt. The motion passed. A copy of the Cooperative Agreements – SDSM&T can be found on pages ____ to ____ of the official minutes.

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

INFORMATIONAL ITEMS

I-A 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 the Institutional Items of Information can be found on pages ____ to ____ of the official minutes.

I-B Capital Project List

The Committee received the Capital Improvement Project List identifying 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. Information only. A copy of the Capital Project List can be found on pages ____ to ____ of the official minutes.

I-C 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 new SDSU Football Stadium approved the facility design plan for the project with a total cost of \$65,000,000; the Building Committee for the BHSU Jonas Science Renovation/Sanford Science Education Center approved bid documents for construction and awarded a bid for the project with alternates 2, 3, and 4 to MAC Construction for a total of \$2,922,500; the Building Committee for the USD Patterson Hall Infrastructure Upgrade selected Davis Design as the Architect/Engineering firm for the project; the Building Committee for the SDSU New cow Calf Research and Education Unit approved the facility design plan for the project with an estimated total cost of \$4,630,756; the Building Committee for the SDSU Wecota Annex selected TSP Inc. as the architect for the project. A copy of the Building Committee Report can be found on pages ____ to ____ of the official minutes.

I-D 2013-2014 Regional Tuition & Fee Survey

The Committee received a report of the four-year public institutions in the surrounding states. The survey compares mandatory tuition and fee costs and total cost based on: Tuition and Fees – tuition and any mandatory fees for 30 credit hours per year for undergraduate and 24 credit hours for graduate for residents and non-residents; and Total Cost – a combination of the tuition and fee costs plus the cost of room and board. Room is based on a double occupancy room and board is based on a plan that provides 15 meals per week or one that is reasonably cost to that. The survey is divided into four sections. Section I provides a few summary tables comparing individual South Dakota university costs and South Dakota system average costs for tuition and fees and total costs to comparable Carnegie classified institutions. Section II provides detail on

the tuition and fee costs. Section III combines tuition and fee with room and board costs to exhibit a total cost comparison. Within each section, the classifications of baccalaureate, masters and doctoral are used to compare like institutions. Finally, Section IV provides a historic comparison of tuition and fees and total costs for the institutions from 2004-2005 to 2013-2014. A copy of the 2013-2014 Regional Tuition & Fee Survey can be found on pages ____ to ____ of the official minutes.

CONSENT ITEMS

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

II-A Maintenance and Repair Institutional Projects

Approve NSU's request to install additional ventilation in the MeWaldt-Jensen Science Lab at an estimated cost of \$125,000. Funding for this project will come from \$100,000 in grant funds and \$25,000 from residual HEFF M&R projects.

Approve NSU's request to install new wooden flooring, basketball hoops and water fountains in the Dacotah Hall Wellness Center. The estimated cost of \$175,000 will be funded from the general activity fee reserve.

Approve SDSM&T's request to construct the west side loop road at an estimated cost of \$1,179,364. Funding for this project will include \$382,200 from the US Department of Transportation, \$305,240 from parking fee funds and \$491,924 in FY13 HEFF M&R funds.

Approve SDSU's request to upgrade Ag Engineering's AE100 Classroom at an estimated cost of \$220,990. Funding for this project will include \$16,000 from Student Tech Fees, \$121,750 from Student Fees and \$83,240 from the FY15 General Funds M&R allocation.

A copy of the Maintenance and Repair Institutional Projects can be found on pages ____ to ____ of the official minutes.

II-B Resolution of Recognition

Approve the proposed request to recognize Arthur Jones for his 39 years of dedicated service to Black Hills State University and South Dakota's system of public higher education. A copy of the Resolution of Recognition can be found on pages ____ to ____ of the official minutes.

II-C (1) Naming Request – The University of South Dakota

Approve USD's request to rename the Arthur M. Pardee Laboratory as the "Pardee-Estee Laboratory", in honor of Dr. Charles R. Estee who served the university for fifty years as a chemistry instructor, department chair, interim dean and chemical and hazardous waste control officer. A copy of the Naming Request – The University of South Dakota can be found on pages ____ to ____ of the official minutes.

II-C (2) Naming Request – South Dakota State University

Approve the naming of the proposed new football stadium as the “Dana J. Dykhouse Stadium”, in recognition of pledged donations of \$12,500,000 towards the estimated \$65,000,000 construction cost. Pledges from T. Denny Sanford (\$10,000,000) and Mr. Dykhouse (\$2,500,000) account for approximately 21% of the construction costs.

Three voted AYE. The MOTION CARRIED. A copy of the Naming Request – SDSU can be found on pages ____ to ____ of the official minutes.

SUBSTANTIVE

III-A Fall 2013 Facilities Utilization Report

The Committee received an overview of the report with highlights for each campus. A copy of the Fall 2013 Facilities Utilization Report can be found on pages ____ to ____ of the official minutes.

III-B FY15 General Fund M&R Allocation & M&R Project List

IT WAS MOVED by Regent Schartz, seconded by Regent Krogman to approve the distribution of \$3,377,271 appropriated by the Legislature for maintenance and repair of academic buildings. Three voted AYE. The MOTION CARRIED. A copy of the FY15 General Fund M&R Allocation & M&R Project List can be found on pages ____ to ____ of the official minutes.

III-C SDSM&T Student Innovation Center – Preliminary Facility Statement

IT WAS MOVED by Regent Scgartz, seconded by Regent Krogman to approve SDSM&T’s Preliminary Facility Statement to construct a Student Innovation Center on campus. Approval will allow SDSM&T to move forward with its Facility Program Plan. Funding for this project will come from private donations through a SDSM&T fundraising campaign. Upon approval, the Board President should appoint a Building Committee representative to this project. When funding is available, the project will need legislative approval to move forward to construction. Three voted AYE. The MOTION CARRIED. A copy of the SDSM&T Student Innovation Center – Preliminary Facility Statement can be found on pages ____ to ____ of the official minutes.

III-D SDSM&T Mineral Industries Building Renovation Preliminary Facility Statement

IT WAS MOVED by Regent Krogman, seconded by Regent Schartz to approve SDSM&T’s Preliminary Facility Statement to renovate the Mineral Industries Building allowing SDSM&T to move forward with its Facility Program Plan. Funding for this project will come from private donations through a SDSM&T fundraising campaign. If approved, the Board President should appoint a Building Committee representative to this project. Three voted AYE. The MOTION CARRIED. A copy of the SDSM&T Mineral Industries Building Renovation Preliminary Facility Statement can be found on pages ____ to ____ of the official minutes.

III-E SDSM&T Chemistry/Chemical Engineering Building – Revised Preliminary Facility Statement

IT WAS MOVED by Regent Schartz, seconded by Regent Krogman to approve SDSM&T's Revised Preliminary Facility Statement to repair and renovate the unused space in the Chemistry/Chemical Engineering Building at an estimated cost of \$4,460,000. Funding for this project will come from HEFF M&R and HEFF Bond funds. Upon approval, the Board President should appoint a Building Committee representative to this project. Three voted AYE. The MOTION CARRIED. A copy of the SDSM&T Chemistry/Chemical Engineering Building – Revised Preliminary Facility Statement can be found on pages ____ to ____ of the official minutes.

III-F SDSU Cow-Calf Research and Education Unit Facility Design Plan

IT WAS MOVED by Regent Schartz, seconded by Regent Krogman to approve SDSU's Facility Design Plan for continued planning design and construction of the New Cow/Calf Research and Education Unit at an estimated cost of \$4,313,396 with a contingency of \$319,104. Funding of this project will be \$2,000,000 in 2014 bond proceeds, \$900,000 in HEFF funds, \$405,262 in fire insurance proceeds and \$1,327,238 in private donations made through the SDSU Foundation. Three voted AYE. The MOTION CARRIED. A copy of the SDSU Cow-Calf Research and Education Unit Facility Design Plan can be found on pages ____ to ____ of the official minutes.

III-G SDSU Property Purchase as Authorized by S.B. 16 and S.B. 17

IT WAS MOVED by Regent Krogman, seconded by Regent Schartz to approve SDSU's request for authorization to go forward with the purchase of properties in and around Brookings as authorized by the South Dakota Legislature through passage of SB 16 and SB 17 at its 2014 session. Contingent upon the Executive Director's review of environmental assessments and the General Counsel's approval of the purchase agreements, authorize South Dakota State University to acquire from the South Dakota State University Foundation the following properties on or after the effective date of the authorizing legislation:

For a price of \$1,410,000, paid from other funds derived from grant and contract indirect recovery funds, royalty funds, and income from sales of services, a tract comprising one hundred thirty-five acres of lands, more or less, together with a house and related improvements, is described as follows:

The Southwest Quarter (SW $\frac{1}{4}$), excluding Blocks One (1), Two (2), Three (3) and Four (4), in Section Fourteen (14), Township One Hundred Ten (110) North, Range Fifty (50) West of the 5th P.M., in the City of Brookings, County of Brookings, State of South Dakota.

For an aggregate price of \$888,700, paid from other funds derived from grant and contract indirect recovery funds, royalty funds, and income from sales of services three city homes and an eight thousand square foot storage facility:

The legal description for the homes: East 100' of Lots 15 and 16, and Lot 14 Block 2, Randi Petersons Addition, City of Brookings; and

The legal description for the storage facilities: Outlots 4 & 5, in the SE¼ of Section 15, Township 110, Range 50 West of the 5thPM; all in the City of Brookings, Brookings County, SD.

A copy of the SDSU Property Purchase as Authorized by SB 16 and SB 17 can be found on pages ____ to ____ of the official minutes.

Full Report

IT WAS MOVED by Regent Sutton, seconded by Regent Schartz 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.

FY16 INFORMAL BUDGET HEARINGS

The regents heard system and institutional budget priorities for FY16.

South Dakota School for the Blind and Visually Impaired: Superintendent Marje Kaiser and R.L. Ginsbach explained that it's been more than 10 years since there has been an increase in budget other than salary increases. They request dollars for two outreach vision consultants, support for their summer programming, and a position in orientation and mobility services statewide.

South Dakota School for the Deaf: Superintendent Kaiser requested a speech pathologist based in western South Dakota, a transition position to work with students 14 and up, support for a preschool language immersion program in Sioux Falls, support for a summer program in Sioux Falls, and support for a summer program in Rapid City.

Black Hills State University: President Kay Schallenkamp, Lois Flagstad, Rod Custer, and Kathy Johnson explained their requests related to Sanford Underground Research Facility infrastructure, research capacity and compliance infrastructure, academic programs, technology, and student success.

South Dakota School of Mines & Technology: President Heather Wilson explained SDSM&T programmatic and student success priorities.

Dakota State University: President David Borofsky, Stacy Krusemark and Judy Dittman offered their requests pertaining to a DSU retention center, their state authorization request, Title IX training and implementation, marketing, and research.

Northern State University: President Jim Smith, Tom Hawley, and Veronica Paulson presented their budget requests for FY16. Their requests included funding for capital projects, expanding

diversity through the Institution of a Confucius Institute, student success, and program enhancement.

University of South Dakota: President James Abbott, Laura Janski, Dr. Mary Nettleman, and Kimberly Grieve provided information on requests related to a modern learning center, research infrastructure, student support services, and the research park/GEAR center expansion

System Level Request: Dr. Jack Warner offered potential system-level requests offered for Board of Regents discussion.

South Dakota State University: President David Chicoine, Wes Tschetter, Laurie Nichols, and Dean Barry Dunn explained SDSU requests regarding affordability, student success, research and technology transfer/commercialization, academic programs and workforce development, and capital funds.

CES: Dean Barry Dunn explained requests directly related to CES.

AES: Dean Barry Dunn explained requests directly related to AES.

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

ADJOURN

IT WAS MOVED by Regent Schartz, seconded by Regent Baloun to adjourn the meeting of the Board of Regents on June 12 at 1 p.m. All members voting AYE. The MOTION CARRIED.