

**BOARD OF REGENTS
MINUTES OF THE MEETING
April 1-3, 2014**

The South Dakota Board of Regents met on April 1-3, 2014 in the Karl Mundt Library at Dakota State University, Madison, 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, 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; 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; Heather Forney, Financial Compliance Officer; Claudean Hluchy, Budget Manager; Mary Ellen Garrett, Account 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; Laurie Nichols, Daniel Vellek, Caleb Finds, Matt Dahk, Bradley Cihak, Jeff Siekmann, Wesley Tschetter, Marysz Rames, Doug Wermedal, Dean Kattelmann, Rachel Wright, SDSU; Michael Leopold, David Laporte, Pat Mahon, David Marshall, SDSM&T; Gene Bilodeau, UCRC; R. Lee Ginsbach, SDSBVI and SDSD; Connie Rohl-Smith, Stacey Schmidt, Veronica Paulson, Sharon Paranto, Calvin D. Phillips, Kelsey Luckhurst, Megan Baemwaldt Cody Folden, NSU; Judy Dittman, Megan Pifer, Brianna Maettanson, Mandie Craven, Bryce Nussbaum, Marie Lohsandt, Lynette Gorder, DSU; Lois Flagstad, Mike Isaacson, Curtis Card, Rod Custer, Kathy Johnson, Chase Vogel, Bailey Sadowsky, Lorrin Anderson, BHSU; Sheila Gestring, Michael, Kurt Hackemer, Jessica Peterson, Lyndsay Aausen, Sheldon Moysis, Leah Glearson, Tyler Thordsen, Dustin Santjer, Chelsea Gilbertson, Dennis Smith, Muhammad Ali Suria, Roberta Ambur, Kim Grieve, Lindsay Sparks, Nicholas Henschal, Michael Buchanan, Jessica Peterson, USD; Denice Houlette, LRC; Rick Melmer, BOR; Jessi Simcox, WIST; Loren Paul, SDEA; and other students, faculty, and members of the press.

TUESDAY, APRIL 1, 2014

The Regents convened in open session at 6:00 p.m. on Tuesday, April 1, 2014, in the Karl Mundt Library, Room 201 at Dakota State University.

IT WAS MOVED by Regent Morris, seconded by Regent Johnson that the Board of Regents Convene and Dissolve into Executive Session at 6:00 p.m. on Tuesday, April 1, 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, April 2, 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, APRIL 2, 2014

Regent President Dean Krogman called the meeting of the Board of Regents to order at 1:30 p.m. on April 2, 2014, and declared a quorum present.

WELCOME AND PRESENTATION BY DSU PRESIDENT DAVID BOROFSKY

DSU President David Borofsky welcomed the audience to Dakota State University. He noted that the evening reception will be held at the Dakota Prairie Playhouse and explained that the dress rehearsal for "Brighton Beach Memoirs" will be open to attendees at 7:30 p.m. if anyone would like to participate. President Borofsky invited DSU data security students Shawn Zwach and Chad Mitzel to demonstrate a 3-D printer. They explained that 3-D printer technology is now cost effective for consumers and its utilization will continue to progress.

APPROVAL OF THE AGENDA

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

APPROVAL OF THE MINUTES

IT WAS MOVED by Regent Jewett, seconded by Regent Sutton to approve the minutes of the regular meeting on December 3-5, 2013. All members voting AYE. The MOTION CARRIED.

REPORT AND ACTIONS OF EXECUTIVE SESSION

Upon convening at 6:00 p.m. on Tuesday, April 1, 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, April 2, 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 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 Schaefer 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. Grant a one semester extension of time to Ms. Christie Huschler to allow completion of state endorsement in visual impairments.
2. Ratify the March 13, 2014 Resolution Agreement between South Dakota State University and United States Education Department, Office of Civil Rights.
3. Award the title of Associate Professor Emeritus of Education and Behavioral Sciences to David Calhoon (BHSU); Professor Emeritus of Education and Behavioral Sciences to Rob Schurrer (BHSU); Associate Professor Emeritus of Business and Information Systems to Peg O'Brien (DSU); Professor Emeritus of Education to Vicki Sterling (DSU); Professor Emeritus of Biology to Susan Landon-Arnold (NSU); Professor Emeritus of E-learning to Mark Zaidel (NSU); Associate Professor Emeritus of Psychology to James K. McReynolds (SDSM&T); Professor Emeritus of Geology and Geological Engineering to Colin J. Paterson (SDSM&T); Professor Emeritus of Biology and Microbiology to Tom Cheesbrough (SDSU); Professor Emerita of Journalism and Mass Communication to Doris Giago (SDSU); Professor Emeritus to Priscilla Hagen (USD); Professor Emeritus to Richard A. McBride (USD); Professor Emeritus to Debralee M. Nelson (USD); Associate Professor to Kumoli Ramakrishnan (USD); Professor Emeritus to Dennis Sjolie (USD); Professor Emeritus to David Struckman-Johnson (USD); Dean and Professor Emeritus to Barry R. Vickrey (USD); and Professor Emeritus to Bruce Vogt (USD). A copy of the resolutions of recognition can be found on pages ____ to ____ of the official minutes.
4. Award an honorary Doctor of Science degree to Glenn Kellow (SDSM&T); honorary Doctor of Public Service degree to Dana Dykhouse (SDSU); and honorary Doctor of Humane Letter degree to John Seignthaler (USD). A copy of the resolutions of recognition can be found on pages ____ to ____ of the official minutes.
5. Accept the appointment of Dr. Paul Turman as the vice president of academic affairs for the regental system with an effective date of February 21, 2014 at an annualized salary of \$180,250; accept the appointment of Dr. Janelle Toman as executive director of the Capital University Center and system director of communications with an effective date of April 22, 2014 at an annualized salary of \$112,850.40; accept the appointment of Gregory W. Smith as university relations director of NSU with an effective date of January 6, 2014 at an annualized salary of \$72,000; accept the appointment of Ms. Tokie Morgan as the program assistant II reporting to SDSM&T President Heather Wilson effective March 3, 2014 at an annualized salary of \$35,706; accept the interim appointment of Ms. Sherri Newcomb as special assistant to the SDSU president effective February 22, 2014 at an annualized salary of \$120,000; accept the interim appointment of

Dr. Kurt H. Hackemer as vice president for academic affairs at USD effective December 22, 2013 at an annualized salary of \$186,475; accept the administrative reorganization at SDSM&T that now gives Ms. Jerilyn Roberts the title of director of facilities and risk management with an effective date of January 1, 2014 at an unchanged annualized salary of \$81,435; accept the administrative reorganization of Dr. Kimberly A. Grieve as vice president of student affairs and dean of students at USD with an effective date of March 3, 2014 at an annualized salary of \$103,000; accept the reassignment of Jeffrey Baylor at USD who will facilitate development of a strategic enrollment management plan starting January 21, 2014 and ending June 1, 2014 with his current annualized salary of \$140,145 through the duration of the project; accept the resignation of Ms. Patricia Dobbe effective 24, 2014 who served as the program assistant II at SDSM&T; accept the resignation of Dr. Charles Staben as of February 21, 2014 who served as USD's vice president of Academic Affairs/Provost; accept the retirement of BHSU President Kay Schallenkamp effective June 21, 2014; and accept the retirement of Dr. Samuel Gingerich system vice president of academic affairs as of June 21, 2014.

6. Approve the request to grant tenure to Dr. William D. Prigge, Department Head of Political Science, History, Philosophy, and Religion (SDSU); Dr. Guangqing Chi, Director of the South Dakota Rural Data Center (SDSU); and Dr. John Porter, Associate Professor of the Division of Accounting and Finance in the Beacom School of Business. (USD).
7. Approve the leave request for Boyd Perkins for the 2015 spring semester (NSU); Erin H. Fouberg for 2015 spring semester (NSU); Guangwei Ding for the 2014-2015 academic year (NSU); and Kenneth C. Blanchard, Jr. for the 2014-2015 academic year (NSU).
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 March 18 meeting of the Council of Presidents and Superintendents.

REPORT AND ACTIONS OF THE EXECUTIVE DIRECTOR

Dr. Warner explained that Dr. Sam Gingerich, System Vice President of Academic Affairs, will be retiring in June and thanked him for his dedicated services. He introduced Dr. Paul Turman as the new System Vice President of Academic Affairs. Dr. Warner also announced that Nathan Lukkes will join the staff as Associate Vice President of Research and Economic Development. Finally he announced that Dr. Janelle Toman, System Director of Communications, will increase her responsibilities to include the role of Executive Director of the Capital University Center in Pierre.

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 introduced Jess Peterson as the new executive director of the student federation. Ms. Paulson is a political science major at the University of South Dakota. He noted that at its meeting held the previous evening, the federation approved its budget.

STUDENT ORGANIZATION AWARDS – DSU, SDSU & NSU

Dr. Marie Lohsandt, DSU Associate Vice President of Student Affairs, presented DSU's student organization awards.

Women in Science and Technology (WIST) accepted the award for Academic Excellence. WIST promotes relationships among women in Science and Technology fields. Phi Beta Lambda accepted the award for community service. Phi Beta Lambda's mission is to bring business and education together in a positive working relationship through innovative leadership and career development programs. The Richardson Hall Council accepted the award for organizational leadership. The purpose of the Richardson Hall Council is to promote the welfare and interests of the residents living within the Richardson Residence Hall

Addie Borah, SDSU Assistant Director of Student Activities, presented SDSU's student organization awards.

The Honors College Student Organization (HCSO) accepted the award for Academic Excellence. HCSO purpose is to promote community and service while maintaining academic excellence for student enrolled in the Honors College at SDSU. The FarmHouse Fraternity accepted the award for community service. Through donations of their time and service, the members of FarmHouse helped to create a better community and give a greater understanding of the importance of community service. The Nursing Student Association (NSA) accepted the award for organizational leadership. The purpose of the NSA is to mentor and foster the professional development of future registered nurses and facilitate their entry into the profession of nursing by providing educational resources, leadership opportunities and skills that students will need to be responsible and accountable leaders and members of the nursing profession.

Dr. Calvin Phillips, NSU Vice President of Student Affairs, presented NSU's student organization awards.

The NSU Honors Program accepted the award for Academic Excellence. The NSU Honors Program is based around academic excellence and provides additional opportunities to fuel discussion and challenge students. The Collegians in Christ's Service (CICS), Lutheran Campus Ministry, accepted the award for community service. Collegians In Christ's Service believes that community service is the most important way to serve both NSU and the community. The

organization plans activities every year which help to broaden their social consciousness and to make a positive difference in the community. The Korean Student Association (KSA) accepted the award for organizational leadership. The KSA provides opportunities to share culture with NSU and the broader Aberdeen community.

A copy of the Student Organization Awards – DSU, SDSU & NSU can be found on pages ____ of ____.

ELECTION OF OFFICERS

IT WAS MOVED by Regent Morris, seconded by Regent Jewett to approve the following slate of officers for the upcoming year: Regent Dean Krogman as President, Regent Randy Schaefer as Vice-President, and Regent Bob Sutton as Secretary. All members voting AYE, the MOTION CARRIED.

JOINT POWERS AGREEMENT BETWEEN SOUTH DAKOTA BOARD OF REGENTS AND SOUTH DAKOTA BUREAU OF HUMAN RESOURCES

Barbara Basel, System Director of Human Resources, explained that in 2012 the State Bureau of Personnel (BOP) reorganized and is now the Bureau of Human Resources (BHR). As a result of this reorganization, the Joint Powers Agreement that has been effect since 2005 required updating to reflect the references to SDCL and Administrative Rules. She said the agreement delineates procedures and responsibilities relating the civil service employees (now referred to as career service employees).

IT WAS MOVED by Regent Morris, seconded by Regent Sutton to approve the renewal of the Joint Powers Agreement between BOR and BHR. All members voting AYE, the MOTION CARRIED.

A copy of Joint Powers Agreement Between South Dakota Board of Regents and South Dakota Bureau of Human Resources can be found on pages ____ to ____ of the official minutes.

LEGISLATIVE OVERVIEW

Dr. Janelle Toman, System Director of Communications, gave a brief overview of the 2014 legislative session and outlined major accomplishments.

Regent President Krogman concurred that it was the best session he has seen in the last thirty years. He thanked all, including Drs. Warner, Toman, Kramer and Shekleton and former Regent Hanson, who worked diligently through session.

A copy of the Legislative Overview can be found on pages ____ to ____ of the official minutes.

FY15 BUDGET SUMMARY

Claudean Hluchy gave a summary of the FY15 budget. She explained that with the conclusion of the 2014 Legislative Session came the passage of the FY15 General Bill (SB187). She explained the Board of Regents received a total increase of \$13,410,345 to the general fund base which includes the estimated FY15 employee compensation package. This is a 7.4% increase over the FY14 general fund base. She said the FY15 general fund base total is \$193,893,689. It has a total federal fund expenditure authority increase of \$2,284,829 and other fund authority increase of \$13,266,312. There was a net increase of 69.0 FTE.

In addition to the passage of SB187, HB1175 appropriated \$1.0M to the University of South Dakota to help with the planning and expansion of the Research Park in Sioux Falls. HB1112 appropriated \$2,037,000 in general funds, \$1.0M in HEFF, and \$2,483,000 in other fund authority to the swine facility at SDSU. SB53 appropriated \$464,000 to SDSM&T for the purpose of funding shale research. These three bills have emergency clauses attached and will actually take effect in FY14.

A copy of FY15 Budget Summary can be found on pages ____ to ____ of the official minutes.

FY14 GENERAL BILL AMENDMENTS

Ms. Hluchy explained that amendments to the FY14 general bill were contained in HB1040, which was approved by the legislature and signed by the Governor. She summarized the general bill amendments and explained that the dollars in all of these bills are considered one-time adjustments and are not part of the base budgets.

A copy of FY14 General Bill Amendments can be found on pages ____ to ____ of the official minutes.

FY15 TUITION AND FEES OVERVIEW

Mary Ellen Garrett handed out copies of a power point presentation she utilized for the FY15 Tuition and Fees Overview presentation. She explained that the Governor recommended and the legislature passed the \$3,955,862 tuition buy-down for resident students. The buy down allows the state-support tuition and mandatory fees, program, and delivery fees to remain unchanged from FY14.

She described the cost drivers that must be considered when looking at the annual cost increase of tuition and fees.

A copy of the item prepared for FY15 Tuition and Fees Overview can be found on pages ____ to ____ of the official minutes.

FY15 RESIDENT STATE-SUPPORT TUITION AND FEES

Ms. Garrett said state funding will cover the portion of salary and benefit costs and inflation normally covered by tuition and mandatory fees for resident students.

This funding included a 3% salary and related benefit increase on USF and GAF, the 18.61% health insurance increase, and 1.67% OE inflation on the portion of the budget supported with resident tuition and fees. Resident state-support tuition, mandatory fees (University Support Fee, the General Activity Fee and the computer lease fees for DSU and SDSM&T) and all program fees will be frozen for FY15 with the support from the Governor and the Legislature of South Dakota university students.

Regent Johnson asked about the calculation of monies needed that was based upon the credit hours delivered last year. She asked how the differences in the calculation based on past credits would be rectified with real credits. Dr. Kramer explained that the original request was based on FY14 projected hours, but the allocation of the money will be based upon the most recent actual credit hours available.

IT WAS MOVED by Regent Morris, seconded by Regent Schartz to approve the proposed FY15 Resident State-Support Tuition and Fees as presented in Attachment I. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for FY15 Resident State-Support Tuition and Fees can be found on pages ____ to ____ of the official minutes.

FY15 NON-RESIDENT TUITION AND MANDATORY FEES

Ms. Garrett explained that state funding will cover the portion of salary and benefit costs and inflation normally covered by tuition and mandatory fees for resident students. This funding included a 3% salary and related benefit increase on USF and GAF, the 18.61% health insurance increase, and 1.67% OE inflation on the portion of the budget supported with resident tuition and fees. Non-resident fees must be increased to cover these same cost increases on the portion of the budget supported by non-residents.

She explained that the increase to non-resident students within the system will range from 4.7% to 7.0%. The system average cost increase is \$585 per year or 5.7%.

Further the state-support non-resident tuition will not be increased for FY15, instead, the funding for salary policy and inflation will be funded by establishing a non-resident USF rate. She noted that the Minnesota rates will be reviewed and established in the fall based on the agreement.

She explained that the Non-Resident State-Support Tuition rate for SDSU Pharmacy needs to increase 5.5% in order to cover the costs associated with salary policy, health care increase and inflation of OE. The USF rate is a smaller percentage of the total cost for the professional programs compared to the traditional non-resident student; therefore, the tuition rate is also being adjusted.

Again, because of the higher costs associated with Allied Health programs at Sanford School of Medicine and the USD Law School, an increase to the tuition rate is needed along with the non-resident USF rate adjustment to cover the salary policy and inflation costs related to these programs. The non-resident state-support tuition rate for these programs will increase 6.8% in order cover the costs.

Ms. Garrett said in order to fund the increased costs for a 3% salary policy, 3% movement to midpoint, 18.61% health insurance cost, and 1.67% OE inflation on the portion of the budget funded with non-resident tuition and fees, a separate USF rate for non-resident students will need to be established starting this summer. In addition to the mandatory General Activity Fee and the Computer Lease Fee, where applicable, all students who pay non-resident tuition will also pay the mandatory Non-Resident USF (NR-USF) fee. Students from Wyoming attending BHSU, from North Dakota attending NSU, and students from Minnesota will continue to pay the resident USF rate.

The NR-USF rate for the baccalaureate universities is proposed at \$106.30 per credit hour and at \$113.30 per credit hour for the research institutions.

Regent President Krogman asked if nonresident students actually pay 150% of the resident rate. Dr. Kramer said it changes slightly every year, but that the compact with WUE say tuition needs to be 150% of the resident rate. This does not include the fees.

IT WAS MOVED by Regent Johnson, seconded by Regent Baloun to approve the proposed FY15 Non-Resident State-Support Tuition rates and Non-Resident University Support Fee as presented in Attachment I. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for FY15 Non-Resident Tuition and Mandatory Fees can be found on pages _____ to _____ of the official minutes.

FY15 SELF-SUPPORT TUITION RATES

Ms. Garrett said all courses offered off campus, including those at the University Centers, electronically delivered courses and remedial courses taken on campus are charged a self-support tuition rate. The rate is comprised of the self-support tuition rate plus a HEFF component equivalent to twenty percent of the resident tuition rate for undergraduate and graduates. All self-support tuition rates are charged per credit hour.

The proposed rate increase for self-support tuition is based on the FY14 budgets and the necessary funds needed to cover salary policy, health insurance and inflation on OE. The total increase is 3.7%

IT WAS MOVED by Regent Baloun, seconded by Regent Jewett to approve the FY15 Self-Support Tuition Schedule as provided in Attachment I with the exception of the University Center Foundations Program tuition rate. Note, the Foundations program will only be available

to students currently enrolled in the program. All members voting AYE, the MOTION CARRIED.

A copy of the FY15 Self-Support Tuition Rates can be found on pages ____ to ____ of the official minutes.

FY15 HOUSING AND FOOD SERVICE RATES

Ms. Garrett explained that the residence hall rates are charged on a per semester basis to fund the ongoing operations of the residence halls, including major repairs, renovations and debt service. The proposed increase for FY15 is based on the FY14 budgets and the need for salary policy, health insurance and inflation on OE. The campuses are also required to invest a minimum of 2% annually in maintenance and repair for auxiliary facilities. She said some campuses are requesting increases to meet the M&R requirement.

Furthermore, she explained that Food Service rates are charged on a per semester basis to cover the costs of administering the food service plans on the university campus, either through a contract food service provider or self-operated. There are numerous food service plans available to students. She said in FY06, the Board approved the guidelines of applying the “Meals Away From Home” CPI, used by the food service industry, when determining the rate increase for food service plans. The 2.95% CPI has been applied to all meal plan rates.

She reviewed the institutions’ plans for increases to their FY15 housing and food service rates.

She said the Board office reviewed the increased number of days Aramark and A’viands were required to be open due to the change in the academic calendar. Based on the academic calendar change in FY14, there were a total of nine additional days for fall and spring semesters. Because the academic calendar was approved at the system level, it is appropriate to allow an adjustment in the meal plan rates for FY15 to accommodate the change.

Regent Jewett asked if the proposal to increase the SDSM&T’s facility fee to the Food Service Plans complied with the agreement with the state. Dr. Kramer explained that all communications with the legislature explained that the room and board would be outside of the freeze.

Regent Johnson asked about the competitiveness in the housing and food services as it compares to other institutions. Dr. Warner said that when we look at comparing tuition and fees with neighboring states we rank third. Overall, though, the SDBOR room and board rates tend to be a little lower than surrounding states in the aggregate

IT WAS MOVED by Regent Johnson, seconded by Regent Sutton to approve the FY15 Housing and Food Service Plans rates as presented in Attachment I. All members voting AYE, the MOTION CARRIED.

IT WAS MOVED by Regent Johnson, seconded by Regent Sutton to approve SDSM&T’s request to add a facility fee to the Food Service Plans that will be dedicated to maintenance and repair and equipment replacement. All members voting AYE, the MOTION CARRIED.

A copy of the FY15 Governor's Budget Recommendations can be found on pages ____ to ____ of the official minutes.

FY15 SPECIAL SCHOOLS NON-RESIDENT TUITION

Ms. Garrett said the South Dakota School for the Blind and Visually Impaired (SDSBVI) analyzed its instructional and residential costs to determine an appropriate tuition rate for non-resident students who may attend the school. The residential costs are based on annual food service, residential, and nursing costs for each resident student. The instructional costs are based on annual superintendent, principal, business office, instruction, library, and physical plant costs for all students. No additional staffing is required to provide instruction or residential care for the non-resident children currently enrolled at the school.

SSDSBVI has three non-resident students for this academic year. The South Dakota School for the Deaf (SDSD) program through the Brandon and Harrisburg School Districts has only day students. The current tuition rate is \$33,585 for instructional costs and \$13,575 for residential care. This rate is reflective of the current costs for these areas. It is recommended that the rate increase by inflation.

IT WAS MOVED by Regent Morris, seconded by Regent Johnson to approve the FY15 Special Schools Non-Resident Tuition rate at \$34,146 for instructional costs and \$13,802 for residential care. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for FY15 Special Schools Non-Resident Tuition & Fees can be found on pages ____ to ____ of the official minutes.

FY15 GRADUATE ASSISTANT STIPENDS

Ms. Garrett said Board Policy 5:22(B), *Graduate Assistants and Fellows*, provides for the Board to annually establish a minimum graduate assistant stipend. Graduate assistants are expected to work a full semester to receive the full semester compensation. Graduate assistants are expected to work the full four-week summer session to receive the full four-week session compensation. The minimum compensation may be prorated accordingly if the graduate student does not work the full semester or four-week session.

The Board has traditionally increased the minimum amount of the graduate assistant stipends by the rate of increase in resident graduate tuition. Because of the state-support tuition freeze for FY15, the minimum amount is increased to reflect salary policy. The increase is rounded to the nearest dollar. She explained the proposed rates.

Regent President Krogman asked how competitive these stipends are for recruitment purposes. Regent Johnson explained that this is a minimum number and the campuses can add to this number to be competitive.

IT WAS MOVED by Regent Baloun, seconded by Regent Schartz to approve BHSU, DSU, and NSU proposed FY15 minimum graduate assistant stipends in the amount of \$3,336 per semester and \$833 per four-week session and SDSMT, SDSU, and USD proposed FY15 minimum graduate assistant stipends in the amount of \$3,475 per semester and \$868 per four-week session. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for FY15 Graduate Assistant Stipends can be found on pages ____ to ____ of the official minutes.

FY13 AUDIT REVIEW

Heather Forney explained that the FY13 Statewide Comprehensive Annual Financial Report (CAFR) was released on March 14, 2014. There is one written audit finding for the BOR system. The Director of Finance has prioritized the Posted Auditor Adjustments based upon the level of significance and materiality of the dollar amounts. The adjustments and corrective action have been discussed with financial representatives at each campus and steps are being taken to have the corrective action in place prior to the end of fiscal year 2014.

She recognized the university accounting staff and system finance staff for remarkable improvements in financial accounting and reporting.

Regent President Krogman noted the tremendous improvement and congratulations to all. Dr. Warner explained the priority he placed on this effort and recognized Ms. Forney for her leadership.

A copy of the item prepared for FY13 Audit Review can be found on pages ____ to ____ of the official minutes.

AUDIT OF THE HOUSING AND AUXILIARY FACILITIES SYSTEM

Shelly Anderson, System Director of Internal Audit, explained that an independent audit of the Housing and Auxiliary Facilities System is required by bond counsel. The BOR has engaged the Department of Legislative Audit (DLA) to provide an Agreed Upon Procedures audit of the system. The BOR compliance officer and internal auditor receive from the universities the financial statements and combine and audit the statements and prepare the footnotes. They provide the financial statements and working papers to DLA to perform certain tests that are outlined in the Agreed Upon Procedures document. These procedures were developed based on the requirements noted in the bond documents.

For the FY13 Audit of the Housing and Auxiliary Facilities System, DLA found no exceptions to the Agreed Upon Procedures audit. The Housing and Auxiliary Facilities System had a debt service coverage ratio of 141%. The required coverage per the bond covenants is 120%. Each individual institution's ratio is as follows: BHSU 157%, DSU 143%, NSU 164%, SDSMT 125%, SDSU 132% and USD 153%.

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

REDESIGN OF EDUCATION LEADERSHIP PROGRAMS

Dr. Gingerich explained the recommendations of the working group to redesign educational leadership programs in the state. He introduced Dr. Jim Parry and Dr. Rick Melmer who provided leadership and facilitation for the Workgroup activities.

Dr. Melmer explained that this process is being led by an advisory committee, often referred to as the EDAD Workgroup. The Workgroup was comprised of SD BOR officials, SD DOE representatives, university program leaders and faculty, K-12 practitioners, and external consultants from FHI 360.

Dr. Perry said they conducted a study of the rural teachers and principals in South Dakota, which was really informative to this project. It gave them information about which programs would be most beneficial to rural teachers and principals. He said it is imperative that South Dakota build the capacity of future principals as a support, facilitator, and partner with teachers in accomplishing effective system change resulting in improved student learning.

The representatives explained that the Workgroup focused its discussion on the design of a shared program that would be implemented collaboratively by the universities as an alternative to their current preparation programs. This program would have a common core of coursework, delivered by any of the partners, and would add a smaller set of courses reflecting the distinctive strengths of the separate institutions. A priority for the new program is the integration of coursework and the internship so principal candidates gain and apply research-based knowledge and skills in a field setting. Implementation of the new program is viewed as a partnership with K-12 so respected practitioners will be involved with co-teaching and mentoring principal candidates. Based on the evidence of the effectiveness of a cohort approach, the program would engage principal candidates in a cohort of 15-25 participants. In order to offer a visual impression of a potential new program, an attachment titled *Potential Scenario for New Program Implementation* is attached. It reflects a scenario that aligns with the output of the EDAD Workgroup discussions.

Further, the working group may propose that the redesigned program be offered by all participating institutions at a common rate since it will be designed as a cooperative program. In addition, the group plans to assess costs and may propose a lower price point.

Dr. Gingerich referenced a set of *Recommendations* produced by the efforts of the EDAD Workgroup. He said this *Summary of Workgroup Recommendations for a New Principal Preparation Program* identifies the next steps in the development process.

He noted that this program is only designed for those currently working. This will not be an option for students who want to pursue a master's program full-time. He said the project has now

come to the implementation phase which will begin with bringing faculty and K-12 practitioners together to develop the curriculum.

Regent Baloun asked if it's our goal to advance the degree within the community. Dr. Melmer agreed that the purpose of the project is to increase the leadership capacity of those within the community and not to foster mobility.

Regent Sutton said the lack of cultural opportunities for communities with large numbers of American Indian students. These schools often don't have principals who themselves are American Indian. Dr. Perry said that they want to develop leaders that best reflect the community.

Dr. Warner reinforced the good design work that has been done. He said research suggests that education leadership programs do not currently meet expected or needed standards. He said if we increase our cost structure to offer this but other competitors are not, it could be a problem. He said this is where the relationship with K-12 as it ties to licensure is critical.

IT WAS MOVED by Regent Schaefer, seconded by Regent Jewett to accept the recommendations of the working group including the expectation that a proposal for a redesigned program addressing the recommendations outlined will be forwarded for consideration by December 2014. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for Redesign of Educational Leadership Programs can be found on pages ____ to ____ of the official minutes.

NEW PROGRAM: DSU D.SC. IN CYBER SECURITY

Dr. Gingerich introduced Dr. Jay Perry, a short-term BOR employee who has been working to review new program requests within the system. Dr. Gingerich explained that Dakota State University (DSU) has submitted a proposal for a Doctor of Science (D.Sc.) in Cyber Security. The program will prepare students for cyber security careers in government agencies, the private sector, and higher education. Students in the Cyber Security program would benefit from access to DSU programs and courses in Information Systems, Information Assurance, and Applied Computer Science; those programs likewise would benefit from the expansion of Cyber Security courses.

DSU cites multiple sources indicating national shortages for cyber security professionals as both practitioners and teachers. Graduates of the program are expected to find employment in private industry, local/state/federal government agencies, and as faculty members at institutions of higher education. The curriculum was developed with reference to the National Initiative for Cybersecurity Education (NICE). DSU does not request any exceptions to Board Policy and is not requesting new State resources or student fees to implement the program. DSU seeks authorization for delivery of program content on campus and online, and it expects that expenses related to the program will be covered by existing fees, external resources, and self-support tuition revenue

Dr. Omar El-Gayar, DSU Professors of Information Systems and Dean of Graduate Studies and Research, explained that DSU expects a total of 20 additional students each year in the program. This would comprise roughly 12 on-campus and 8 online students.

IT WAS MOVED by Regent Sutton, seconded by Regent Jewett to approve Dakota State University's proposal for a Doctor of Science (D.Sc.) in Cyber Security as described in Attachment I and to authorize the University to deliver the Doctor of Science (D.Sc.) in Cyber Security online. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for New Program: DSU D.SC. in Cyber Security can be found on pages ____ to ____ of the official minutes.

NEW PROGRAM: DSU MASTER OF SCIENCE IN ANALYTICS AND SDSU MASTER OF SCIENCE IN DATA SCIENCE

Dr. Gingerich said Dakota State University (DSU) and South Dakota State University (SDSU) have submitted a shared proposal for a Master of Science in Analytics at DSU and a Master of Science in Data Science at SDSU. These related programs were developed collaboratively to allow students at both institutions to take advantage of DSU's strengths in information systems, computer science, and information technology, and SDSU's strengths in statistics and computational science. The two programs share the same core set of courses.

He noted that USD may be interested in joining this partnership in the future.

DSU and SDSU note that data science and data analytics are rapidly growing sectors of the national economy with forecasts for continued growth; a variety of employers within South Dakota are currently seeking graduates with expertise in these fields, including but not limited to Daktronics, Sanford Research, Avera, Raven Industries, and various employers in the financial sector. The programs were developed with an emphasis on sharing DSU's expertise in information systems and analytics related fields and SDSU's expertise in statistics, mathematics, and computational sciences.

Neither DSU nor SDSU requests any exceptions to Board Policy or new State resources or student fees to implement the programs. DSU seeks authorization for delivery of program content on campus and online beginning in Fall 2014; SDSU seeks authorization for delivery of program content on campus and core courses online in the 2014/15 academic year, with the full program online beginning in Summer 2015.

Regent Johnson said that part of the reason that these programs are being proposed in tandem is because students from both programs will be taking many similar classes. Dr. El-Gayar said that the institutions' expertise complement one another. The reviewers said that these skills sets are embedded in both programs. The institutions want to do the programs but are not necessarily interested in developing and duplicating the expertise of one another.

IT WAS MOVED by Regent Morris, seconded by Regent Johnson to approve Dakota State University's proposal for a Master of Science in Analytics and South Dakota State University's

proposal for a Master of Science in Data Science as described in Attachment I and to authorize Dakota State University to offer the Master of Science in Analytics online and South Dakota State University to offer the Master of Science in Data Science online. All members voting AYE, the MOTION CARRIED.

A copy of the item prepared for New Program: DSU Master of Science in Analytics and SDSU Master of Science in Data Science can be found on pages ____ to ____ of the official minutes.

THURSDAY, APRIL 3, 2014

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

REPORT AND ACTIONS OF THE COMMITTEE ON ACADEMIC AND STUDENT AFFAIRS

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

Regent Kathy Johnson explained that Item II-J Implementation of an Intensive ESL Program at SDSU will be moved to the substantive portion of the meeting. Furthermore, Regent Johnson asked that the item taken up by the Committee in December 2013 entitled Cooperative Agreements – NSU & SDSU be added to the agenda for discussion only. However, due to time constraints, Regent Johnson asked that the Committee revisit this item at its June 2014 meeting.

INFORMATIONAL ITEMS

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.

2012-2013 Teacher Education Accountability Report

The Committee received the Teacher Education Accountability Report. Attachment I (*Executive Summary*) reviews the key observations from this year's analysis, while Attachment II (*Full Report*) presents a detailed examination of relevant indicators. Information only. A copy of the 2012-2013 Teacher Education Accountability Report can be found on pages ____ to ____ of the official minutes.

In-State Placement of Regental Teacher Education Graduates Report

The Committee received the In-State Placement of Regental Teacher Education Graduates Report. This report summarizes the results of an analysis of in-state teacher placement conducted

in partnership with the South Dakota Department of Education. The analysis provides a series of tables, figures, and maps that highlight trends in in-state teacher placement. Information only. A copy of the In-State Placement of Regental Teacher Education Graduates Report can be found on pages ____ to ____ of the official minutes.

Institutional Accreditation – NSU

Northern State University has been informed by the Higher Learning Commission (HLC) that the institution's initiation and expansion of distance education up to 100% of total degree programs is approved. Information only. A copy of the Institutional Accreditation - NSU can be found on pages ____ to ____ of the official minutes.

CONSENT ITEMS

Student Organization Award Winners for 2013

The Committee received the recommendations from each institution for their own organizational recipient in the categories of Academic Excellence, Community Service, and Organizational Leadership. Regent Schartz moved to accept the recommendations offered by each institution and announced the names of the award winners. Regent Schieffer seconded the motion and the motion passed. A copy of the Student Organization Award Winners for 2013 can be found on pages ____ to ____ of the official minutes.

Resolutions of Recognition

It was moved by Regent Schartz and seconded by Regent Schieffer to approve the proposed request to recognize Jace DeCory (BHSU) and Rob Schurrer (BHSU) as the Black Hills State University Distinguished Faculty Honorees from March 2014 through March 2015; and Sandy Anderson (DSU), Joyce Havlik (DSU), and Maureen Murphy (DSU) for their years of dedicated service to the public higher education system of South Dakota. Motion passed. A copy of the Resolutions of Recognition can be found on pages ____ to ____ of the official minutes.

Program Modifications – BHSU

Regent Schartz moved to approve BHSU's program modification requests for its B.S. in Environmental Physical Science, Composite. Regent Schieffer seconded the motion and the motion passed. A copy of the Program Modifications – BHSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – NSU

Regent Schartz moved to approve NSU's program modifications request to terminate its Technology Proficiency Certificates. Regent Schieffer seconded the motion and the motion passed. A copy of the Program Modifications – NSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – SDSM&T

Regent Schartz moved to approve SDSM&T's program modification requests for its M.S. in Geology and Geological Engineering, M.S in Paleontology, Accelerated, and M.S in Paleontology. Regent Schieffer seconded the motion and the motion passed. A copy of the Program Modifications – SDSM&T can be found on pages ____ to ____ of the official minutes.

Program Modifications – SDSU

Regent Schartz moved to approve SDSU's program modification requests for its B.S. in Agriculture Education, Communication and Leadership, B.S. in Agronomy, B.S. in American Indian Studies, Animation Certificate, B.S. in Architectural Studies, B.A. in Art Education, B.S. in Art Education, Art History Certificate, B.S. in Athletic Training, Bachelor's to DNP: Family Nurse Practitioner Specialization, Bachelor's to DNP: Neonatal Nurse Practitioner Specialization, B.S. in Biotechnology, Ceramics Certificate, B.S. in Construction Management, B.S. in Dietetics, B.S. in Electrical Engineering, B.S. Electronics Technology, B.S. in Exercise Science, B.A. in Graphic Design, B.S. in Graphic Design, Graphic Design Certificate, B.S. in Health Education, M.S. in Human Sciences: Family and Consumer Sciences Education Specialization, B.S in Landscape Architecture, M.S. in Nursing: Family Nurse Practitioner Specialization, B.S. in Nursing, Nursing –RN Upward Mobility, B.S. in Nutrition and Food Science, Painting Certificate, B.S. in Pharmaceutical Sciences, Ph.D. in Pharmaceutical Sciences, Post Master to DNP, Post Master to DNP: Family Nurse Practitioner Specialization, Post Master's Family Nurse Practitioner Certificate, Printmaking Certificate, Recreation Administration Minor, Sculpture Certificate , B.A. in Studio Arts, B.S. in Studio Arts, Studio Arts Minor and Theatre Major. Regent Schieffer seconded the motion and the motion passed. A copy of the Program Modifications – SDSU can be found on pages ____ to ____ of the official minutes.

Program Modifications – USD

Regent Schartz moved to approve USD's program modification requests for its M.S. in Administration, M.S in Basic Biomedical Sciences, Ph.D. in Basic Biomedical Sciences, Ph.D. in Biological Sciences, M.A. in Biology, M.S. in Biology, M.S. in Biomedical Engineering, M.B.A. Business Administration, Civic Leadership Studies Minor, M.S. in Computer Science, B.A. in Contemporary Media and Journalism, BS in Contemporary Media and Journalism: Strategic Communication Specialization, BBA: Management, Mental Health Counseling Graduate Certificate, M.A. in Political Science, Ph.D. in Political Science, Ph.D. in Psychology-Human Factors Specialization, B.A. in School of Education Certification; Combined and B.S. with Secondary Education Certificate, and BSEd in Secondary Education/Spanish Education. Regent Schieffer seconded the motion and the motion passed. A copy of the Program Modifications – USD can be found on pages ____ to ____ of the official minutes.

New Certificate Requests – SDSU

Regent Schartz moved to approve SDSU's new certificate request for an Animal Science Certificate and Theatre Arts Administration Certificate. Regent Schieffer seconded the motion and the motion passed. A copy of the New Certificate Requests – SDSU can be found on pages ____ to ____ of the official minutes.

Revisions to Terminal Degrees – BHSU and SDSU

Regent Schartz moved to approve the BHSU and SDSU revisions to the Terminal Degrees spreadsheet. Regent Schieffer seconded the motion and the motion passed. A copy of the Revisions to Terminal Degrees – BHSU and SDSU can be found on pages ____ to ____ of the official minutes.

IB Examinations Guidelines

International Baccalaureate credit falls within [Board of Regents Policy 2:5 Transfer of Credit](#) which specifies that "Credit for college level courses granted through nationally recognized examinations such as CLEP, AP, DANTEs, etc., will be evaluated and accepted for transfer if equivalent to Regental courses and the scores are consistent with Regental policies." Consistent with this policy, SDSU received a request for a number of International Baccalaureate transcripts that have Mathematical Studies Standard Level and Mathematics both Standard Level and Higher Level. Preliminary review of equivalencies associated with these three courses at other institutions have demonstrated that students scores at 4 or 5 warrant credit in a series of corresponding courses.

- Colorado State also accepts Standard level Mathematical Studies score of 5 which equates to 117, 118, 124, 125, 126 for 5 credits.
- Colorado State at Ft. Collins accepts Standard level Mathematics score of 4 which equates to Math 117, 118, 124, 125, 126, 160 for 9 credits.
 - Higher Level Mathematics score of 4 which equates to the above course plus 161 for 13 credits
- NDSU only accepts the Higher Level Mathematics with a score of 4 which it equates to Math 103 and 105 for 6 credits.

The Committee received individual responses from the various campuses, noting no concern with accepting these courses. Based on these recommendations, the system IB Guidelines have been modified to reflect the addition of the equivalent math courses in our system.

Regent Schartz moved to approve the addition of the IB examination. Regent Schieffer seconded the motion and the motion passed. A copy of the IB Examinations Guidelines can be found on pages ____ to ____ of the official minutes.

USD Department Name Change

Regent Schartz moved to approve the renaming of the Department of Languages, Linguistics and Philosophy to the Department of Languages and Linguistics. Regent Schieffer seconded the motion and the motion passed. A copy of the USD Department Name Change can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – BHSU

It was moved by Regent Schartz and seconded by Regent Schieffer to approve the proposed cooperative agreement between BHSU and Aalen University. Motion passed. A copy of the Cooperative Agreements – BHSU can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – SDSM&T

It was moved by Regent Schartz and seconded by Regent Schieffer to approve the proposed cooperative agreement between SDSM&T and Technische Universität; and Universidad Centroamericana. Motion passed. A copy of the Cooperative Agreements – SDSM&T can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – SDSU

It was moved by Regent Schartz and seconded by Regent Schieffer to approve the proposed cooperative agreement between SDSU and Sungkyunkwan; and Ecole De'Ingenieurs de Purpan. Motion passed. A copy of the Cooperative Agreements – SDSU can be found on pages ____ to ____ of the official minutes.

Articulation Agreements – SDSU

It was moved by Regent Schartz and seconded by Regent Schieffer to approve the proposed cooperative agreement between SDSU and Alexandria Technical & Community College; and Ridgewater College. Motion passed. A copy of the Articulation Agreements – SDSU can be found on pages ____ to ____ of the official minutes.

Implementation of an Intensive ESL Program at SDSU – MOVED TO SUBSTANTIVE PORTION OF AGENDA

SUBSTANTIVE

Revisions to Board Policies 2:7 & 2:26 – General Education

To frame this item and as background for the discussion of the dual degree/dual major issue, Regent Johnson asked for a brief discussion of the System's General Education framework. In

response, Dr. Gingerich outlined the common requirements and the institution-specific requirements established in Board Policy 2:7.

Regent Sutton moved to approve the proposed change to Board Policy 2:7 & 2:26. Regent Schieffer seconded the motion and the motion passed. A copy of the Revisions to Board Policies 2:7 & 2:26 – General Education can be found on pages ____ to ____ of the official minutes.

Revisions to Board Policies 2:10 – Limiting Withdrawals

After discussion of the proposal, the committee decided to hold on action and revisit the item during the June committee meeting. Regent Schieffer requested additional statistics on the impact of this policy change in other universities and systems. A copy of the Revisions to Board Policies 2:10 – Limiting Withdrawals can be found on pages ____ to ____ of the official minutes.

Intent to Plan: USD Occupational Therapy Doctorate (OTD)

It was moved by Regent Schieffer and seconded by Regent Sutton to authorize the University of South Dakota to develop a proposal for a Doctorate in Occupational Therapy with the following conditions:

1. The university will research existing curricula, consult with experts concerning the curriculum, and provide assurance in the proposal that the program is consistent with current national standards, and meets accreditation and licensure requirements.
2. The proposal will define the specific knowledge, skills, and competencies to be acquired through the program, will outline how each will be obtained in the curriculum and will identify the specific measures to be used to determine whether individual students have attained the expected knowledge, skills, and competencies.
3. The university will not request new state resources and the program proposal will identify the sources and amounts of all funds needed to operate the program and the impact of reallocations on existing programs.

A copy of the Intent to Plan: USD Occupational Therapy Doctorate (OTD) can be found on pages ____ to ____ of the official minutes.

Intent to Plan: USD Ph.D. in Health Sciences

It was moved by Regent Schieffer and seconded by Regent Sutton to authorize the University of South Dakota to develop a proposal for a Ph.D. in Health Sciences with the following conditions:

1. The university will research existing curricula, consult with experts concerning the curriculum, and provide assurance in the proposal that the program is consistent with current national standards and with the needs of employers.
2. The proposal will define the specific knowledge, skills, and competencies to be acquired through the program, will outline how each will be obtained in the curriculum and will

identify the specific measures to be used to determine whether individual students have attained the expected knowledge, skills, and competencies.

3. The university will not request new state resources and the program proposal will identify the sources and amounts of all funds needed to operate the program and the impact of reallocations on existing programs.

A copy of the Intent to Plan: USD Ph.D. in Health Sciences can be found on pages ____ to ____ of the official minutes.

New Program Request: SDSU Construction Minor

Regent Sutton moved to approve SDSU's new program proposal for a Minor in Construction. Regent Schieffer seconded the motion and the motion passed. A copy of the New Program Request: SDSU Construction Minor can be found on pages ____ to ____ of the official minutes.

New Program Request: SDSU Film Studies Minor

Regent Sutton moved to approve SDSU's new program proposal for a Minor in Film Studies. Regent Schieffer seconded the motion and the motion passed. A copy of the New Program Request: SDSU Film Studies Minor can be found on pages ____ to ____ of the official minutes.

New Program Request: SDSU Health Communication Minor

Regent Sutton moved to approve SDSU's new program proposal for a Minor in Health Communication. Regent Schieffer seconded the motion and the motion passed. A copy of the New Program Request: SDSU Health Communication Minor can be found on pages ____ to ____ of the official minutes.

New Program Request: SDSU Events & Facilities Administration Minor

Regent Sutton moved to approve SDSU's new program proposal for a Minor in Events & Facilities Administration. Regent Schieffer seconded the motion and the motion passed. A copy of the New Program Request: SDSU Events & Facilities Administration Minor can be found on pages ____ to ____ of the official minutes.

New Program Request: SDSU Engineering for Precision Agriculture Minor

Regent Sutton moved to approve SDSU's new program proposal for a Minor in Engineering for Precisions Agriculture. Regent Schieffer seconded the motion and the motion passed. A copy of the New Program Request: SDSU Engineering for Precision Agriculture Minor can be found on pages ____ to ____ of the official minutes.

New Program Request: SDSU Precision Agriculture Minor

Regent Sutton moved to approve SDSU's new program proposal for a Minor in Precision Agriculture. Regent Schieffer seconded the motion and the motion passed. A copy of the New

Program Request: SDSU Precision Agriculture Minor can be found on pages ____ to ____ of the official minutes.

New Program Request: USD Social Media Marketing Minor

Regent Sutton moved to approve USD's new program proposal for a Minor in Social Media Marketing. Regent Schieffer seconded the motion and the motion passed. A copy of the New Program Request: USD Social Media Marketing Minor can be found on pages ____ to ____ of the official minutes.

System Scholarship Awards

It was moved by Regent Schieffer and seconded by Regent Schartz to accept the System Scholarship Committee's recommended recipients for the 2013-2014 Fowler, Haines, Scarborough, and Bjugstad scholarships. Motion passed. A copy of the System Scholarship Awards can be found on pages ____ to ____ of the official minutes.

Implementation of an Intensive ESL Program at SDSU – MOVED FROM CONSENT

Dr. Laurie Nichols explained the intensive ESL program proposal at SDSU. The committee asked several questions and commentary was made by presidents, Dr. Warner, and committee attendees.

Regent Sutton moved to approve SDSU's request to implement an Intensive ESL Program. Regent Schartz seconded the motion and the motion passed. A copy of the Implementation of an Intensive ESL Program at SDSU can be found on pages ____ to ____ of the official minutes.

Cooperative Agreements – NSU & SDSU – ADDITIONAL ITEM

Regent Johnson asked the group to revisit this item at the June 2014 Committee A meeting.

Full Report

IT WAS MOVED by Regent Sutton, seconded by Regent Schartz 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 SDSD. 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 indicates if the projects were part of the 2005 or 2012 Ten-Year Plans. 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 BHSU New Residence Hall approved the construction/bid documents with a total project cost estimate of \$11,182,653; the Building Committee for the SDSU Physical Education Center-Frost Arena HVAC Replacement project approved the construction bid documents and awarded the project to Clark Drew Construction with a total project cost estimate of \$2,100,000; the Building Committee for the SDSM&T Student Recreation Center approved the construction bid documents submitted by TSP Inc. with a total project cost estimate of \$8,900,419; the Building Committee for the BHSU Crow Peak Residence Hall awarded the bid to Dean Kurtz, approved a building budget increase of 3.4% or \$370,217 to be funded from bonding refund savings of \$67,000 per year for 5.5 years, and voted to increase the parking budget by \$8,860 to be funded from parking fee revenues; the Building Committee for the SDSU Utility Tunnel, Steam-Condensate Infrastructure Repair and Modification approved the facility design plan with a total project cost of \$13.3 million; the Building Committee for the SDSU Brown Hall Renovation selected Miller Sellers Heroux as the architect for the project; the Building Committee for the BHSU Jonas Science Renovation approved the facility design plan with a total project cost of \$4.2 million; the Building Committee for the SDSM&T Student Recreation Center approved the construction bid document and alternates and awarded the project to Scull Construction with a total project cost of \$8,900,000; and the Building Committee for the SDSM&T Facility Infrastructure Project Chiller Room approved the facility design plan for the project with a total estimated cost of \$2,464,000. A copy of the Building Committee Report can be found on pages ____ to ____ of the official minutes.

Spring 2014 Tuition Reduction Programs

The Committee received a report with the tuition reduction programs available to students that are either Board approved or legislatively mandated programs that relate to state-support courses. In the fall semester, the Board waived a total of \$408,752 in tuition and fees. A copy of the Spring 2014 Tuition Reduction Programs can be found on pages ____ to ____ of the official minutes.

CONSENT CALENDAR

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

M&R Institutional Projects

Approve the Executive Director's emergency authorization for BHSU's Donald E Young Sports and Fitness Center floor and bleacher replacement at a cost of \$615,000. This project is funded by insurance settlement funds.

Approve BHSU's request to construct a pervious grass-crete parking lot next to the Lyle Hare Stadium at an estimated cost of \$200,000. Funding for this project will come from University overhead funds.

Approve SDSU's request to install a perimeter fence surrounding the McCrory Gardens garden area at an estimated cost of \$234,000. Funding for this project will come from donations earmarked for McCrory Gardens.

Approve SDSU's request to renovate classrooms in the Northern Plains Biostress building at an estimated cost of \$377,860. Funding for this project will be \$179,360 in previously approved M&R projects, \$98,500 in student fees and \$100,000 from IT Tech Fees. The use of the IT funds are limited to the purchase and installation of IT equipment.

Approve SDSU's request to reroof Meadows South at an estimated cost of \$115,900. Funding for this project will come from Residence Hall Rent Revenues.

Approve SDSU's request to reroof Meadows North at an estimated cost of \$115,900. Funding for this project will come from Residence Hall Rent Revenues.

Approve USD's request to upgrade room 31 in the School of Medicine at an estimated cost of \$300,000. Funding for this project will come from indirect funds and lab fees.

Approve UC-SF's request to remodel shell space in the GEAR Building at an estimated cost of \$1,000,000. Of this amount, \$200,000 comes from a previously approved FY15 HEFF M&R project with the remaining \$800,000 funded by GOED grant funds.

Approve SDSU's request to repair and waterproof interior and exterior areas of Myklebust Recreational Building at an estimated cost of \$325,000. Funding for this project will come from SDSU's School and Public Lands funds.

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

M&R HEFF Projects

Approve the Executive Director's emergency authorization for SDSM&T to replace the Boiler Plan feedwater tank at an estimated cost of \$200,000. Funding for this project will come from a

transfer from an FY14 project. A copy of the M&R HEFF Projects can be found on pages ____ to ____ of the official minutes.

South Dakota School for the Deaf and Lutheran Social Services Agreement to Cancel a Lease

Ratify the cancellation of the December 4, 2013 lease between the South Dakota School for the Deaf and Lutheran Social Services. A copy of the South Dakota School for the Deaf and Lutheran Social Services Agreement to Cancel a Lease can be found on pages ____ to ____ of the official minutes.

Black Hills State University Request to Name On Campus Student Residences

Approve the designation of the new apartment building as Crow Peak Hall, the residential complex comprising Heidepriem, Thomas and Crow Peak halls as the Peaks, the space connecting the three halls as Lookout Lodge, and the apartment complex as the Yellow Jacket Apartments. A copy of the Black Hills State University Request to Name On Campus Student Residences can be found on pages ____ to ____ of the official minutes.

SUBSTANTIVE

System Tuition Reserve Pool

IT WAS MOVED by Regent Jewett, seconded by Regent Morris to defer the assessment with the understanding that we would look at ways to keep the reserve at 5%. All voted AYE. The MOTION CARRIED. A copy of the System Tuition Reserve Pool can be found on pages ____ to ____ of the official minutes.

Bond Compliance Policy

IT WAS MOVED by Regent Morris, seconded by Regent Jewett to approve the Bond Compliance Policy. All voted AYE. The MOTION CARRIED. A copy of the Bond Compliance Policy can be found on pages ____ to ____ of the official minutes.

BHSU Jonas Science Renovation/Sanford Science Education Center Facility Design Plan

IT WAS MOVED by Regent Jewett, seconded by Regent Baloun to approve BHSU's Facility Design Plan to renovate Jonas Science and develop the Sanford Science Education Center at an estimated cost of \$4,200,000. Funding for this project will be \$1,250,000 in HEFF funds, \$150,000 in Federal Funds, \$300,000 in University Overhead and a \$2,500,000 Sanford Gift. All voted AYE. The MOTION CARRIED. A copy of the BHSU Jonas Science Renovation/Sanford Science Education Center Facility Design Plan can be found on pages ____ to ____ of the official minutes.

SDSM&T Utility Infrastructure Chiller Addition Facility Design Plan

IT WAS MOVED by Regent Baloun, seconded by Regent Schaefer to approve SDSM&T's Facility Design Plan for the Utility Infrastructure Improvements – chiller installation at a cost of \$2,464,000. This portion of the project will be paid for with bond proceeds. All voted AYE. The MOTION CARRIED. A copy of the SDSM&T Utility Infrastructure Chiller Addition Facility Design Plan can be found on pages ____ to ____ of the official minutes.

SDSM&T Surbeck Center Addition Preliminary Facility Statement

IT WAS MOVED by Regent Morris, seconded by Regent Schaefer to approve SDSM&T's Preliminary Facility Statement to construct a proposed addition to the Surbeck Center. Approval of this phase allows for further planning, but does not give approval of the expansion. Approval of this project will allow SDSM&T to develop their Facility Program Plan for the Board. Proposed funding for this project will come from private fundraising. The Board President assigned Regent Johnson to the Building Committee to oversee the project's development. All voted AYE. The MOTION CARRIED. A copy of the SDSM&T Surbeck Center Addition Preliminary Facility Statement can be found on pages ____ to ____ of the official minutes.

SDSU Utility Tunnel Steam Condensate Infrastructure Repairs & Modernization Facility Design Plan

IT WAS MOVED by Regent Baloun, seconded by Regent Schaefer to approve SDSU's Utility Tunnel, Steam/Condensate Infrastructure Repair and Modernization Facility Design Plan to construct a supplemental heating and cooling plant and extension of the north utility tunnel at an estimated cost of \$13,320,000. Funding for this project will include \$7,000,000 in 2013 HEFF bond proceeds with \$6,100,000 in FY15 and future HEFF M&R funding as well as \$220,000 in future general fund M&R allocations. All voted AYE. The MOTION CARRIED. A copy of the SDSU Utility Tunnel Steam Condensate Infrastructure Repairs & Modernization Facility Design Plan can be found on pages ____ to ____ of the official minutes.

Full Report

IT WAS MOVED by Regent Schaefer, seconded by Regent Baloun 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.

ADJOURN

IT WAS MOVED by Regent Baloun seconded by Regent Schaefer to adjourn the meeting of the Board of Regents on April 3 at 9:05 a.m. All members voting AYE. The MOTION CARRIED.