

SPECIAL MEETING
BOARD OF REGENTS
NEVADA SYSTEM OF HIGHER EDUCATION

System Administration, Las Vegas
4300 South Maryland Parkway, Board Room
Friday, August 22, 2014

Video Conference Connection from the Meeting Site to:
System Administration, Reno
2601 Enterprise Road, Conference Room
and
Great Basin College, Elko
1500 College Parkway, Berg Hall Conference Room

Members Present: Mr. Kevin J. Page, Chairman
Mr. Rick Trachok, Vice Chairman
Dr. Andrea Anderson {via telephone}
Mr. Robert J. Blakely
Mr. Cedric Crear
Dr. Mark W. Doubrava
Dr. Jason Geddes {Reno}
Mr. Ron Knecht
Mr. James Dean Leavitt
Mr. Kevin C. Melcher
Dr. Jack Lund Schofield
Ms. Allison Stephens
Mr. Michael B. Wixom

Others Present: Mr. Daniel J. Klaich, Chancellor
Ms. Crystal Abba, Vice Chancellor, Academic and Student Affairs
Dr. Constance Brooks, Vice Chancellor, Govt. and Community Affairs
Mr. Larry Eardley, Vice Chancellor, Budget and Finance
Ms. Brooke Nielsen, Vice Chancellor, Legal Affairs
Mr. Vic Redding, Vice Chancellor, Finance and Administration
Dr. Marcia Turner, Vice Chancellor, Health Sciences
Mr. Scott G. Wasserman, Chief of Staff and Special Counsel to the Board
Mr. Frank R. Woodbeck, Executive Director Nevada College Collaborative
Mr. Chet Burton, President, WNC
Dr. Mark A. Curtis, President, GBC
Dr. Marc A. Johnson, President, UNR

Others Present: Mr. Bart J. Patterson, President, NSC
Dr. Michael D. Richards, President, CSN
Dr. Maria C. Sheehan, President, TMCC
Mr. Donald D. Snyder, President, UNLV
Dr. Stephen G. Wells, President, DRI

Also present were faculty senate chairs Mr. Stephen Theriault, GBC, and Mr. Eric March, NSHE.

Chairman Kevin J. Page called the meeting to order at 9:05 a.m. with all members present.

Regent Schofield led the Pledge of Allegiance.

1. Information Only-Public Comment (Agenda Item #1)– None

2. University Gateway Project Memorandum of Understanding-continued

Mr. Bomotti also discussed parking, the police department building lease and possible relocation of the police department, financing and other issues related to the project.

Regent Wixom asked for details on the condominium approach to the parking and office space. He also asked when the Board would have an opportunity to review the covenants, conditions & restrictions (CC&Rs). Mr. Nicholas Vaskov, System

2. University Gateway Project Memorandum of Understanding-continued

He said the current area police department is located on a second floor and he would personally follow-up with the police department regarding location requirements.

Regent Blakely expressed he was generally more comfortable with the lease option rather than the purchase option.

Regent Crear expressed concern over potential blight and assurance of project completion. Mr. Bomotti responded UNLV's financial obligation to the project is contingent on completion of the project; this is addressed in the MOU on page 2, Item 1d. Regent Crear stated he would like some options available if the project ends up not being completed. Regent Crear asked how the contractor plans to provide opportunities for minority owned, women-owned, and other small disadvantaged business concerns (MWDBE), as included in Section 5 of the MOU. Mr. Frank Marretti III, owner developer stated he will be working closely with UNLV, the contractor and the union to try and incorporate as many competitive companies as possible qualifying under the MWDBE requirements. The contractor should be hired within the next eight weeks. Regent Crear asked UNLV to come back and provide details regarding an outreach plan to MWDBE subcontractors. Chairman Page asked that this information be brought back to the full Board.

Regent Schofield said accessibility to the police department and vagrant issues in the vicinity of the project should be addressed. Mr. Bomotti said he would add this to his discussion when he talks with the police department.

Chairman Page wants to ensure evident signage for the police department and the use of prevailing wage. Mr. Bomotti said both are included in the project.

Motion carried unanimously.

3. Approved-Fiscal Year 2015-17 Biennial Budget and Capital Improvement Request (Agenda Item 3) – The Board adopted the 2015-17 Biennial Budget and the Budget for Capital Improvements as presented (Ref. BOR3 on file in the Board office)

Chancellor Daniel J. Klaich presented a report concerning the biennial budget requests for the NSHE's Biennial Operating Budget and the Budget for Capital Improvements for the 2015 Legislative Session, including the expansion of the

(s(12.96 -[((s(12.96 -[((.69 0 Tc 0 Tw [(B)7 du(1)-2(t)-2 (i)-2 (ve)4f)3b10 (e)4 (t)-2 (a)4 (nd t ()T

3. Fiscal Year 2015-17 Biennial Budget & Capital Improvement Request-continued

in other agency budgets, committee or legislator bill drafts, including: Knowledge Fund; Workforce Development Fund; Stem Challenge Grant Program; state supported need based financial aid program; and normalizing the Millennium Scholarship to be consistent with the direction of the Board and the systemwide 15 to Finish campaign and increasing the maximum funding amount from 12 to 15 credits per semester and the minimum credit load from 6 to 12 credits.

Chancellor Klaich stated the final item is the expansion of public medical education. This was discussed most recently during the August 1 special meeting of the Health Sciences System Committee. Chancellor Klaich thanked Regents Doubrava and Leavitt for the opportunity to fully discuss this issue. The NSHE has developed a comprehensive and aggressive plan for expanding public medical education in the State. The request for the biennium includes:

- f* Operating funds of approximately \$31.7 million to provide for the establishment of a new medical school in Las Vegas and the expansion of the University of Nevada, Reno, School of Medicine (UNSOM) pursuant to the plan directed by the Board.
- f* Operating funds of approximately \$9.9 million to support enhancement of graduate medical education; and
- f* One-time funding of approximately \$4.3 million (approximately \$3 million of this is intended to be met by slot tax).

The capital budget accepted at the last Board meeting and subject to priorities further defined at the meeting today includes the following two modifications: 1) Switch the highest priority for the 2 percent renovation projects from Thompson Hall to Lincoln Hall on the UNR campus with no change in fiscal impact; and 2) Increase funding for the hotel project at UNLV to \$52 million with existing 60/40 split as supported by the Public Works Board.

Regent Leavitt moved approval of the adoption of the 2015-17 Biennial Budget and Capital Improvements Budget for the 2015 Legislative Session as presented and directed the Chancellor to present the budget to the Governor at the appropriate time.
Regent Wixom seconded.

Regent Crear asked if the Boyd School of Law could make up the identified shortfall philanthropically. Chancellor Klaich explained the hole is in excess of \$3 million and the plan Dean Hamilton has put together includes new programming, a small tuition increase, the enhancement included in the budget priorities, plus philanthropy.

3. Fiscal Year 2015-17 Biennial Budget & Capital Improvement Request-continued

bullet 2, WSCH, and asked if the Budget includes a productivity factor. Chancellor Klaich responded no. Regent Knecht referenced pages 5 and 6 and asked if any of the Board members were interested in switching priorities one and two. [No motion was made]. Regent Knecht asked about priority one and stated the NSHE has had about a 25 percent cut in general fund spending. He has always been opposed to the 25 percent cut and stated this is something the Board needs to reclaim. Regent Knecht stated from his perspective the bridge funding for the two community colleges is not enough. He referenced Priority 3 on page 6, and asked what the total impact on DRI from the government shutdown was. Ms. Ellie Oppenheim, DRI Senior Vice President for Finance and Administration and Chief Operations Officer, stated contracts and funding decreased by several million dollars. Regent Knecht asked DRI for a tabulation of the impacts. He referenced page 15

3. Fiscal Year 2015-17 Biennial Budget & Capital Improvement Request-continued

Regent Geddes stated the Board is asking the Legislature to step up just like it asked the students to.

Regent Knecht stated while he supported much of the proposed budget, he is voting no due to his concern over the effects on the community colleges, basic education and workforce education.

Motion carried. Regents Anderson, Blakely, Crear, Doubrava, Geddes, Leavitt, Melcher, Page, Schofield, Stephens, Trachok, Wixom voted yes. Regent Knecht voted no.

4. Approved-Procedures and Guidelines Manual Revision, Distribution of Student Registration Fees, Academic Years 2015-2016 and 2016-2017 (Agenda Item #) –
The Board approved the distribution of registration fees for academic years 2015-2016 and 2016-2017 as presented (Ref. BOR4 on file in the Board office)

Mr. Vic Redding, Vice Chancellor for Finance and Administration, NSHE, reviewed the components of the revenue portion of the budget.

The meeting adjourned at 11:59 a.m.

Prepared by: Patricia Rogers
Special Assistant and Coordinator to the Board of Regents

Submitted for approval by: Scott G. Wasserman
Chief of Staff and Special Counsel to the Board of Regents
and
R. Scott Young
Deputy Chief of Staff to the Board of Regents

Approved by the Board of Regents at the December 5, 2014, meeting.