

Official Minutes
Board of Regents
Meeting of the Full Board
February 20-21, 2020
Fairbanks, Alaska

1. Individuals Present

Regents Present:

Sheri Buretta, Chair
Karen Perdue, Vice Chair
Dale Anderson, Secretary
Lisa Parker, Treasurer
John Bania
John Davies
Cachet Garrett
Darroll R. Hargraves
Mary K. Hughes
Gloria O'Neill
Andy Teuber

James R. Johnsen, Chief Executive Officer and President, Universit

Motion by Mary K Hughes, second by John Davies.

Final Resolution: Motion Carries

Voting in favor: Dale G Anderson, John Bania, Sheri Buretta, John Davies, Cachet Garrett, Darroll R Hargraves, Mary K Hughes, Gloria R O'Neill, Lisa M Parker, Karen Perdue, Andy Teuber

D. Approval of Minutes - Regular Meeting of January 16-17, 2020

PASSED

"The Board of Regents approves the minutes of its regular meeting of January 16-17, 2020 as presented. This motion is effective February 20, 2020."

Motion by Mary K Hughes, second by Lisa M Parker.

Final Resolution: Motion Carries

Voting in favor: Dale G Anderson, John Bania, Sheri Buretta, John Davies, Cachet Garrett, Darroll R Hargraves, Mary K Hughes, Gloria R O'Neill, Lisa M Parker, Karen Perdue, Andy Teuber

3. Public Testimony.

A. Public Testimony

Bernard Aoto, Associated Students of the University of Alaska Fairbanks president, stated student governance groups and its concerns matter; said the board should consider how it can show the student body governance groups that the student's voices matter; shared that when dissent is voiced from students, the board should work directly with the students to understand the dissent; encouraged the board to review and to strengthen its relationship during the board's assessment session and stated much trust could be built if board members went to its constituents (faculty, staff, and students) to talk with and get to know them.

Tim Doughty, Kenai resident, spoke of UA's importance to the state; said there would be huge repercussions for the university and its students regarding tuition increases and program cuts; encouraged the board to find way to lessen the impact for students and advocated for students across the state attending UA.

Abel Bult-Ito, United Academics president, thanked the board, the president, the chancellors, and the provosts for their work and dedication; stated he is proud of the faculty he represents, is enthusiastically thrilled about the student's willingness to learn, noting thousands of students are being educated across UA and said he appreciates hearing and seeing a positive spin placed on what is happening at UA.

Don Gray, Fairbanks resident, stated the board must be bold in these times, noting the budget cuts are suicidal for UA; shared his concerns for the difficulties UA faces; noted his commitment to support UA and highlighted the many reasons (e.g., arts, research) UA keeps students, faculty, and the communities it serves engaged in supporting the university.

4. Reports

A. President's Report

President Johnsen mentioned and revisited the information provided on the Envisioning our future: UA 2040 website, noting that entrepreneurship, collaboration, innovation and the Alaska way, the UA way, opens new opportunities for growing the economy and educating the next generations; encouraged the board's favorable consideration of UAF's campus master plan, stating the plan is necessary for accreditation azJohnseny

Chancellor Caulfield stated appreciation for the board's service; shared that UAS's most sought-after business and accounting programs recently received recognition from the Accreditation Council for Business Schools and Programs; said its marine biology program is nationally ranked as the best value for affordability and credibility; mentioned the Ted Stevens Legislative Internship program is underway, noting the 16 students are earning university credit while providing service to the State of Alaska; stated while enrollment is down nine percent year over year, enrollment rates for first-time freshman and Alaska Native students has increased; highlighted the dual enrollment partnerships with the Southeast school districts; said work continues with UAA's Alaska Native Science and Engineering Program staff

"No collective bargaining agreement shall be binding upon the Board of Regents without prior approval of the entire agreement b

Michelle Rizk, vice president of university relations & chief strategy, planning, and budget officer, answered any questions about the K.M. Rae and Apartment Buildings Disposal Plan.

H. Approval of the Orca Building Disposal Plan

PASSED

"The Board of Regents approve the University of Alaska Fairbanks (UAF) Orca Building Disposal Plan as presented, and following conclusion of the public comment period, the Board of Regents authorizes the university administration to proceed with the sale. The net proceeds shall be retained by UAF to enable transition funding for UAF's step down effort to manage budget reductions. UAF's fiscal strategy requires sale and leases in order to preserve academic opportunities for current and future students. In addition, some funds will be required for facility use and upgrades to accommodate employee relocation and continued Sikuliaq operations. This motion is effective February 20, 2020."

Motion by Mary K Hughes, second by Cachet Garrett.

Final Resolution: Motion Carries

Voting in favor: Dale G Anderson, John Bania, Sheri Buretta, John Davies, Cachet Garrett, Darroll R Hargraves, Mary K Hughes, Gloria R O'Neill, Karen Perdue, Andy Teuber

Not Present at Vote: Lisa M Parker

POLICY CITATION

05.07.010. Land-Grant Endowment.

B. The land-grant endowment trust fund is established in accordance with AS 14.40.400. The net income from the sale, lease, development or other disposition of trust land or other related resources will be deposited to the land-grant endowment trust fund as principal. The net proceeds from the sale or development of non-trust land or other related resources and the improvements thereon will be deposited as additions to the inflation-proofing fund in a manner similar to principal. The board shall approve any exceptions to disposition of net proceeds greater than \$1,000,000. The president shall approve any exceptions for the disposition of net proceeds \$1,000,000 or less and notify the chair of the facilities and land management committee. Annually, effective July 1, the spending allowance for the funds, as described later in this policy, will be transferred to the fund.

B. The board shall approve:

1. strategic plans for the management and development of investment property;
2. development plans that consist of:
 - a. subdivisions that will result in the development of 10 or more lots;
 - b. timber sales, unless the president determines the sale will have minimal impact;
 - c. material extractions that are anticipated to result in the sale of 100,000 cubic yards or more of material from a new source; or
 - d. oil and gas leases and mining leases encompassing 5,000 or more acres;
3. development projects that are expected to result in disbursements of \$1,000,000 or more in value;
4. real property transactions that have not been approved as part of a development plan and are expected to result in receipts or disbursements of \$1,000,000 or more in value; and
5. Real property transactions that require the subordination of an interest in university real property of \$1,000,000 or more in value.

RATIONALE AND RECOMMENDATION

The University of Alaska Fairbanks (UAF) has determined that it can downsize its' footprint in Seward, Alaska, maintaining smaller operations to support program needs, and monetize the space as part of the UAF fiscal strategy. This includes the Orca Building and property located near downtown Seward, Alaska. UAF management directed UA Land Management to obtain an appraisal and prepare for the disposal of this building and property. A recent appraisal estimated the fair market value of the building and property to exceed \$1,000,000. The building and property are classified as non-trust land. The net proceeds from the sale are intended to offset UAF costs associated with budget reduction activities, including staff transition to other Seward facilities, space and lab modernization, footprint reduction, and provide one-time funding for long term actions in progress.

UA Land Management intends to proceed with the disposal plan and seek public comment on Land Management's website (www.ualand.com) upon receiving authorization from the Board of Regents.

Michelle Rizk, vice president of university relations & chief strategy, planning, and budget officer, answered any questions about the Orca Building Disposal Plan.

I. Approval to Postpone the University of Alaska Southeast Campus Master Plan Update

PASSED

"The Board of Regents approves the University of Alaska Southeast's request to postpone the campus master plan update to reevaluate the master plan review process and timelines, and to provide an update to the board no later than October 2020. This motion is effective February 20, 2020."

Motion by Cachet Garrett, second by John Davies.

Final Resolution: Motion Carries

Voting in favor: Dale G Anderson, John Bania, Sheri Buretta, John Davies, Cachet Garrett, Darroll R Hargraves, Mary K Hughes, Gloria R O'Neill, Karen Perdue, Andy Teuber

Not Present at Vote: Lisa M Parker

POLICY CITATION

UA Board Policy P05.12.050-D.2 states: "A campus master plan will be reviewed and updated on a five to seven year cycle."

RATIONALE AND RECOMMENDATION

The University of Alaska Southeast requests to postpone the campus master plan update to reevaluate the master plan review process and timelines, and will provide an update to the board no later than October 2020. Additional details are available in the attached document.

Rick Caulfield, chancellor, and Michael Ciri, vice chancellor for administrative services, answered questions about the campus master plan postponement.

7. Consent Agenda

President Johnsen reviewed the board's goals and measures; provided an update on the FY21 and FY22 budget plans; reviewed the university's

character of a person or persons related to an honorary degree, and to receive legal advice regarding the Alaska Executive Branch Ethics Act. This motion is effective February 21, 2020."

Motion by Mary K Hughes, second by Cachet Garrett.

Final Resolution: Motion Carries

Voting in favor: Dale G Anderson, John Bania, Sheri Buretta, John Davies, Cachet Garrett, Darroll R Hargraves, Mary K Hughes, Gloria R O'Neill, Lisa M Parker, Karen Perdue

Not Present at Vote: Andy Teuber

The Board of Regents went into executive session at 12:10 p.m. and concluded an executive session at 12:48 p.m. Alaska Time in accordance with AS 44.62.310 to discuss matters which could affect the reputation or character of a person or persons related to an honorary degree, and to receive legal advice regarding the Alaska Executive Branch Ethics Act. The session included members of the Board of Regents, President Johnsen, General Counsel Hostina, and such other university staff members as the president designated and lasted 38 minutes.

18. Approval of an Honorary Degree

A. Appro

