Board of Trustees  
North Carolina State University  
Raleigh, North Carolina  

July 14, 2009

The North Carolina State University Board of Trustees met in regular session beginning at 4:00 p.m. in the Hood Board Room of the Dorothy and Roy Park Alumni Center on Centennial Campus, Raleigh, NC, on Tuesday, July 14, 2009. Chair Bob Jordan presided.

Members present:  
Bob Jordan, Chair  
Jack L. Cozort  
Lawrence Davenport  
Benjamin P. Jenkins III  
Gayle S. Lanier  
Barbara H. Mulkey  
James W. Owens  
Randall C. Ramsey  
John P. Sall  
E. Norris Tolson  
Steve F. Warren  
Cassius S. Williams  
Jim Ceresnak, ex officio

Chair Jordan called the meeting to order at 4:00 p.m. He reminded all members of their duty to avoid conflicts of interest and appearance of conflicts of interest under the State Government Ethics Act and inquired as to whether there were any known conflicts of interest or appearances of conflicts with respect to any matters coming before the Board at this meeting. There being none, the Chair called on Assistant Secretary PJ Teal for the roll call.

ROLL CALL  
Assistant Secretary PJ Teal called roll and certified that a quorum was present.

MINUTES  
Mr. Davenport made the motion, seconded by Ms. Mulkey, to approve the open session minutes of the April 15, 2009, meeting of the full Board; the open and closed session minutes of the April 16, 2009, Board of Trustees self assessment; the open and closed session minutes of the April 17, 2009, meeting of the full Board; open session minutes of the May 20, 2009, meeting of the full Board; the June 7, 2009, open and closed session minutes of the meeting of the Executive Committee; and the open and closed session minutes of the June 8, 2009, meeting of the full Board. The motion passed.
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CHAIR’S REPORT
Chair Jordan recognized and welcomed the new members of the Board of Trustees. He then welcomed Chancellor Woodward to his first Trustee meeting as Chancellor and thanked him for his willingness to step into this role.

Chair Jordan stated that the Chancellor’s Search Committee would be officially named at this meeting. The committee is made up of individuals who represent a cross section of the NC State community. Committee members are:

Bob Jordan, Chair
Jack L. Cozort, Vice Chair
Kenneth M. Atkins
Steven A. Carlton
Jim W. Ceresnak
A. Lynn Daniel
Meredith J. Davis
Benjamin P. Jenkins III
Ali Kefeli
Todd R. Klaenhammer
Gayle S. Lanier
Barbara H. Mulkey
Wendell H. Murphy
Margery F. Overton
Daniel L. Solomon
Steve F. Warren
Cassius S. Williams
S. Lawrence Davenport, ex officio

Chair Jordan said that staff support would be provided by PJ Teal as well as Ann Lemmon and Charles Waldrup from UNC General Administration. Mr. Davenport made the motion, seconded by Mr. Cozort, to approve the committee. The motion passed. Chair Jordan stated that this would be a confidential search.

CHANCELLOR’S REPORT-JAMES H. WOODWARD
Chancellor Woodward said that when he was asked by Erskine Bowles and Bob Jordan to serve as Chancellor on an interim basis, he accepted for two reasons. First of all, his first faculty appointment was in the College of Engineering in 1968, and secondly, he feels that NC State is the most important university in the state. He provided some numbers that should be a source of pride for those who care about NC State:

- In 2008-2009, NC State awarded over 6,200 degrees, some 460 of which were at the doctoral and first-professional level.
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- Enrollment this fall is approximately 33,500 students; there were 19,000 applications for 4,900 freshman slots with an average freshman GPA of 4.19.
- Research expenditures exceeded $212M in 2008-2009; we filed 121 invention disclosures and received 39 patents.
- In response to the federal stimulus package, our faculty has submitted 146 proposals that total over $142M.

Challenges include the matter of the hiring of Mary Easley and the budget situation. President Bowles has asked each UNC institution to prepare a 2009-2010 operating budget that incorporates a 10% reduction in the continuing state appropriations. He said that to the extent possible, the academic units were protected, but the reductions would have a negative impact. There will be fewer classes offered; students will have a harder time enrolling in courses they wish to take; and there will be delays in graduating. He noted that our legislators and executive leadership have made great efforts to minimize the damage to higher education, and they deserve our thanks.

Chancellor Woodward discussed several areas where we must make progress this year:
- The overall fund-raising structure and effort on campus is inadequate. We will continue to professionalize the development capability at NC State.
- We must continue to grow our research activities.
- NC State needs a new Chancellor’s residence. Plans may need some redesign to bring down costs to a level that can be met.
- NC State needs a new student union. The project will be revisited and perhaps redesigned so a reasonable plan for financing can be developed.

Chancellor Woodward closed his remarks by stating that the quality, and ultimately the reputation, of NC State is determined by the quality of its people. By any measure, this university has a marvelous faculty and staff, and he is honored to have this opportunity to join them.

**COMMITTEE REPORTS**

**Academic Affairs and Personnel Committee-Chair Cassius Williams**

**Audit, Finance and Planning Committee**

Chair Williams reported that, at a joint meeting, the committees were notified of new distance and on-campus degree programs being established and submitted to UNC General Administration. They were notified of the name change of the existing BS degree in Technology Education to Technology, Engineering and Design Education. The name of the Department of Philosophy and Religion will be changed to Philosophy and Religious Studies.
He stated that the Audit, Finance and Planning Committee portion of the joint meeting was adjourned, and the Academic Affairs and Personnel Committee went into closed session.

Chair Williams said that the AAPC approved three people to be considered by the UNC Board of Governors for appointment to Board of Governors endowed distinguished professorships. The committee approved conferral of tenure for five faculty and approved a contract extension for the football coach. The committee approved retreat rights for Vice Chancellors Hoit and Lomax.

**Buildings and Property Committee-Acting Chair Steve Warren**

Acting Chair Warren reported that the committee reviewed and approved one property matter which requires full Board approval. The property matter is Acquisition by Lease of approximately 10,000 square feet of laboratory and office space in the proposed Centennial Science Center lab building for the College of Engineering (COE) to further expand research activities in immediate proximity to the COE complex. Mr. Warren made the motion, seconded by Mr. Tolson, to approve this property matter. The motion carried.

**ELECTION OF OFFICERS**

Chair Jordan presented the following slate of officers:

- Lawrence Davenport, Chair
- Cassius Williams, First Vice Chair
- Barbara Mulkey, Second Vice Chair
- Steve Warren, Secretary
- PJ Teal, Assistant Secretary

Chair Jordan asked that the nominated officers recuse themselves from voting on the office each is nominated for, and the nominees agreed to do this. He asked if there were any nominations from the floor, and there were none. Trustee Cozort made the motion, seconded by Mr. Ramsey, to approve the 2009-2010 slate of officers. The motion carried.

Incoming Chair Davenport stated that his first action as Board chair is to thank Lt. Governor Bob Jordan for serving as chair in this interim period and for agreeing to chair the Chancellor’s Search Committee. He welcomed and thanked Chancellor Woodward for his willingness to serve NC State.

Mr. Davenport reported that that his first action is to appoint an ad hoc committee of the Board of Trustees to review the events of the last 9-12 months. He has asked Trustee Williams to chair this policy review committee and asked Gayle Lanier, Norris Tolson,
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Jim Owens, and Ben Jenkins to serve with Mr. Williams. The committee will review policies and procedures and make recommendations to the full Board if it is determined that revisions are needed.

Mr. Davenport expressed his appreciation to Jim and Diana Oblinger for the way they represented NC State for 22 years. He wished them the best as they move in a different direction. Mr. Davenport closed by expressing his thanks for being given the opportunity to serve as Chair for the upcoming year.

With no further business in open session, Mr. Davenport made the motion, seconded by Mr. Warren, to go into closed session to consider qualifications, competence, performance, condition of appointment of a public officer or employee or prospective public officer or employee according to North Carolina General Statute, Section 143-318.11(a)(6). The motion carried.

At 6:10 p.m., the Board came out of closed session. With no further business, Chair Jordan adjourned the meeting at 6:15 p.m.

Respectfully submitted,

[Signature]
Assistant Secretary  
[Signature]
Secretary

Approved:

[Signature]
Chair of the Board