

Board of Trustees
North Carolina State University
Raleigh, North Carolina
February 22, 2019

The North Carolina State University Board of Trustees met in regular session in the Hood Board Room of the Dorothy and Roy Park Alumni Center on Centennial Campus, in Raleigh, NC, on Friday, February 22, 2019.

Members present:

Jimmy D. Clark, Chair
Robert F. Andrews III
Thomas E. Cabaniss
Ann B. Goodnight
James A. Harrell, III
Stanhope A. Kelly
Wendell H. Murphy
Ven Poole
Susan P. Ward
Dewayne N. Washington
Edward I. Weisiger, Jr.
Jess Errico, *ex officio*

Chair Jimmy Clark called the meeting to order at 9:30 a.m. He reminded all members of their duty to avoid conflicts of interest and appearances 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 conflict with respect to any matters coming before the board at this meeting. Chair Clark 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

Mrs. Ward made the motion, seconded by Mrs. Goodnight, to approve the open and closed session minutes of the November 16, 2018 of the full Board. The motion passed.

CHAIR'S REPORT- JIMMY CLARK

Chair Clark formally welcomed Trustee Ven Poole to his first Board meeting. He reported that Ven graduated from NC State with a Bachelors in Aerospace Engineering and currently serves on the Board of Directors of GFL Environmental, Inc. Ven will be filling the term left empty following the passing of David Nimocks.

Chair Clark then asked Superior Court Judge Paul Ridgeway to give the Oath of Office. In addition to receiving two degrees from NC State, Judge Ridgeway received his Juris Doctorate from Campbell University.

Chair Clark reported that Board of Trustees' Bylaws give the nominating committee responsibility for "presenting a slate of nominees to the board at its last meeting before the beginning of each fiscal year." The slate of nominees shall contain at least one nominee for each of the offices of Chair, First Vice Chair, Second Vice Chair and Secretary."

He appointed the following 2019 nominating committee:

- Ron Prestage as Chair
- Susan Ward
- Jim Harrell

Chair Clark then updated the Board on the upcoming Founders' Day event that will be held on Friday, March 8 from 6-9 in the Talley Ballroom. At the Founders' Day celebration, the Board will be awarding the 2019 Watauga Medals, one of the university's highest honors. Watauga Medals will be presented to three recipients: Frank Culberson, Chuck Flink, and James A. "Jim" Stewart.

Chair Clark gave an Endowment Board update. He reported that Mary Peloquin-Dodd presented gifts and other additions on behalf of the Chancellor for the Board's acceptance. The Board accepted new gifts and other additions of \$10.826 million received since the last meeting. Of these gifts accepted by the Endowment Fund, \$2.5 million was from matching state funds for professorships.

Chair Clark reported that the Endowment Board heard an informational report on the Endowment Fund's investment performance. The Endowment Fund's investable assets declined slightly from \$349.1 million at June 30, 2018 to \$347.3 million as of December 31, 2018. This decline is due to the fact that 2018 was the worst year for equities since 2008. At December 31, 2018 the Endowment Fund was the largest participant in the NC State Investment Fund. For the six months ending with December 31, 2018 the Fund posted a -1.4 percent return, net of fees, and a 12-month return of three percent. The Fund's performance was comparable to the UNC Investment Fund, which experienced a six-month return of -0.9 percent and a 12-month return of 4 percent. The Board also heard an update on the Investment Fund's asset allocation, and the performance of various asset classes in the portfolio. Despite the recent market disruption, we are long-term investors and have no current plans to change the portfolio in response to recent volatility.

The Endowment Board heard its annual report on the performance of the University's total endowment compared with other National Association of College and University Business Officers survey respondents for fiscal 2018. The University reported a positive return of 11.4 percent for its \$1.3 billion endowment for fiscal 2018. This performance surpassed the NACUBO average of 8.2 percent for all endowments in the NACUBO survey. The University's endowment ranked the 88th largest out of 809 survey responses. The five-year average annual return of 9.1 percent reflects top quartile performance. The per-FTE endowment of \$42,313 at June 30, 2018 ranked NC State 9th among its institutional peers, placing NC State between California Davis and the University of Florida in the rankings.

The Endowment Board also heard a report on endowment spending budgets for fiscal 2020, and the Endowment Fund's portion of the total. For fiscal 2020, our endowments will produce programmatic spending of \$33.9 million (not including WPC and Textiles Foundation), as compared to the current fiscal year of \$24.6 million.

Chair Clark noted that at the September meeting, the Endowment Fund Board approved the annual report.

The Endowment Fund Board heard a report from the Vice Chancellor for University Advancement, on progress of the "Think and Do the Extraordinary" Campaign for NC State. As of December 31, 2018, the University raised \$1.444 billion towards the campaign goal of \$1.6 billion. With the campaign scheduled to end in December 2021, the university is at 90 percent of its target to be raised in gifts and pledges. He discussed highlights of the campaign thus far such as Fitts-Woolard Hall gift, the Memorial Belltower at Henry Square, Caldwell and Goodnight programs. Chair Clark noted that the Endowment Fund Board heard discussions about future plans that will enhance and support giving.

The Endowment Fund Board received an activity update from the Dean of the College of Natural Resources on Hofmann Forest. Efforts to monetize forest assets, in addition to existing timber deed, continue in areas such as solar farming, mitigation bank credits, and leases.

Chair Clark reported that the Endowment Fund Board heard an update from the Associate Vice Chancellor for University Real Estate and Development, on all real estate assets held by the Endowment Fund. Some of the real estate assets held by the Endowment Fund are used for programmatic purposes. Others produce ground rent income. There are 75 acres of Endowment Fund real estate on Centennial Campus. Chair Clark noted that the Endowment Fund Board heard a discussion about the construction status of recent ground leased projects and plans for future use on Centennial Campus.

Chair Clark stated that John Harris, President of Lincoln Harris, a property development company in Charlotte, discussed development strategies associated with Centennial Campus.

Chair Clark reported that the Board convened to Executive Session to discuss a sensitive real estate transaction.

Chair Clark recognized Lawrence Davenport, whose term will expire on June 30, 2018 for his service and dedication to NC State and Jill Tasaico, who has served as Secretary to the Endowment Fund and is retiring June 1.

CHANCELLOR'S REPORT – RANDY WOODSON

Chancellor Woodson introduced Allison Newhart, the new Vice Chancellor and General Counsel and he noted that she joined NC State from Pennsylvania State University. Chancellor Woodson reported that Greg Raschke is the new Senior Vice Provost and Director of Libraries. He also reported that the new Athletics Director, Boo Corrigan will start on May 1, 2019. He thanked Debbie Yow for transforming NC State athletics and congratulated her on her upcoming retirement in June.

Chancellor Woodson announced that Vice Chancellor for University Advancement Brian Sischo will have his five-year review. He noted that the Trustees will be receiving an email asking for their participation and feedback.

Chancellor Woodson stated that Rodolphe Barrangou, Todd R. Klaenhammer Distinguished Scholar in Probiotics Research and professor of food, bioprocessing and nutrition sciences at NC State, has been elected into the National Academy of Engineering, one of the world's most important and influential scientific societies. He is NC State's 27th member of National Academies and was inducted to the National Academy of Sciences last year. He is a pioneer in the discovery of CRISPR, has earned numerous prestigious honors and is on a path to winning the Nobel Prize.

Chancellor Woodson reported that Sylvia Blankenship, a professor emerita and former associate dean of the College of Agriculture and Life Sciences, was recently elected to the National Academy of Inventors. Professor Blankenship is NC State's 10th member. She created 1-methylcyclopropene (1-MCP) – commercially known as SmartFresh. It extends storage life of fruits and flowers, used today on over 30 crops. He noted that 70 percent of all apples harvested in the US are treated with 1-MCP.

Five of NC State's faculty members recently received NSF CAREER Awards, one of the highest honors bestowed by the NSF on young faculty. The NSF awards offer five-year support for faculty research projects. Recipients are from the Colleges of Sciences, Natural Resources, and Engineering.

Chancellor Woodson stated that two NC State students, Jada Hester and Sara Darwish, were named Women NC Scholars for the 2018-2019 academic year. He noted that Women NC is a local non-profit group that selected 10 students from across North Carolina to participate in the Juanita M. Bryant United Nations Commission on the Status of Women Leadership Training Program.

Chancellor Woodson reported that outstanding alumni Christina Koch is an astronaut for NASA and has spoken at several events on campus in recent years. She will be heading to the International Space Station as part of Expedition 59, which is currently scheduled to launch in early March.

Chancellor Woodson stated that NC State received 19,494 early action applications, a record number of early action applicants a 7 percent increase in early action applications over last year. The applicants admitted in the early notification represent 98 of North Carolina's 100 counties, 48 states and 26 countries. These students represent wide ranges of socioeconomic status with every racial and ethnic group included. Fifty-six percent are women.

For the first time in NC State's history, the total freshman applications are over 30,000. The competition for a spot in the Class of 2023 is going to be the most intense to date. There are a large number of early action admission offers and large number of total applications along with goal to enroll 4,750 freshmen will increase selectivity. Many students were deferred to the March decision date.

Chancellor Woodson reported that The *U.S. News & World Report* ranked the Poole College of Management's Jenkins Professional Online MBA program number 17 in its 2019 Best Online MBA Programs rankings. This is the fifth consecutive year that the Jenkins Professional Online MBA has ranked in the top 20 MBA programs, which shows that the improvements we make at NC State have lasting effects. *U.S. News* also ranked NC State at number 8 in its 2018 Best Online Engineering Programs list recently (Ranked 9 in 2018).

NC State's entrepreneurship efforts are having incredible results. NC State was ranked number 11 for entrepreneurship by The Princeton Review and *Entrepreneur* magazine, making this university the top school in North Carolina for entrepreneurship.

COMMITTEE REPORTS

AUDIT, RISK MANAGEMENT AND FINANCE COMMITTEE – CHAIR TOM CABANISS

Mr. Cabaniss reported that the Committee heard a report from Internal Audit, specifically the status of audit engagements for fiscal 2019 and activities since the last meeting.

Mr. Cabaniss reported that the Committee was updated on budget and legislative priorities from the UNC System. To include various UNC System priorities for the biennium, the Board of Governors is requesting a total budget increase of 3.27 percent and 6.18 percent for fiscal 2020 and 2021 respectively. This amount includes increases for enrollment funding and building reserves.

Mr. Cabaniss noted that the Committee discussed various legislative priorities that are being considered for 2019 to improve financial and operating efficiencies. The Legislature is also working on several technical corrections.

Mr. Cabaniss reported that the Committee heard a brief report on projections for the current fiscal year and on interim financials for the first six months of fiscal 2018. He specified that overall performance for the first six months of fiscal 2019 is consistent with the same time as the prior year. He noted two upcoming accounting changes that will impact future balance sheets. One relates to recording the liability required to retire complex capital assets. The other change, in 2021, requires the University to account for all leases on the balance sheet. Two primary vehicles for investing the University's operating cash and investments were referenced.

Mr. Cabaniss stated that the Committee heard a report for fiscal 2017-2018 on "Financial Reporting for Intercollegiate Athletics." NC State Athletics self-generated 92 percent of all Athletic revenue for Fiscal Year (FY) 17, and is in the 70th percentile of athletics generated revenue compared to other schools in the ACC and in the 38th percentile of the Power Five.

The other 8 percent of revenue is funded from student fees in exchange for student tickets to athletic events. NC State's \$232 Student Fee for Operations continues to be the lowest in the UNC System and has not increased since FY 2013.

NC State's athletic expenses for FY17 were \$86.9 million and are in the bottom quartile of the ACC, \$4.5 million below the conference median and in the 17th percentile of the power five, \$18.7 million below the median. It was noted that in FY 2018, 21 of 23 teams advanced to the NCAA Championships, an all-time best for NC State.

Mr. Cabaniss reported that expenses increased by about \$7 million due to an increase in NCAA reporting changes, which now include bowl expenses, salaries and benefits, scholarship costs, travel

costs and facility debt payments to campus. The Committee was also provided additional financial information including the annual budget for fiscal 2018-2019.

Mr. Cabaniss stated that the Committee heard a report on Information Technology Security. Reports were on data breaches in the education sector and the average industry cost of \$158 per lost or stolen record. NC State has seen a reduction in accounts needing to be disabled because of phishing or data breaches and attributes this to elevating user awareness and two-factor authentication for all University employees. The top five security weaknesses and significant breaches at NC State since 2013 were also discussed.

Mr. Cabaniss reported that data or cyber security breach is one of the University's top ten strategic risks for fiscal year 2019 and is a major risk component of IT efforts. Other topics of discussion were the overlap in federal and state laws, contractual agreements and UNC System Office standards. One of OIT's major accomplishments is the data sensitivity framework, which is used as a model and reference at many other universities.

BUILDINGS AND PROPERTY COMMITTEE - CHAIR CHIP ANDREWS

Mr. Andrews reported that the Buildings and Property Committee reviewed and approved six property matters and two property matters that required full board approval. They are:

Acquisition by lease. North Carolina State University, on behalf of the Division of Academic and Student Affairs, whose existing lease expires on May 10, 2019, requests a short term lease from University Towers Operating Partnership, LP to be used for overflow residential housing for the 2019-2020 academic year. The university plans to lease three Floors (384 student beds and 6 residential advisor beds).

Acquisition by lease. North Carolina State University, on behalf of the National Science Foundation Center for Integrated Pest Management ("CIPM"), whose existing lease expires on October 31, 2019, requests to execute a new strategic office lease on or near Centennial Campus. CIPM fulfills the land-grant mission of the College of Agriculture and Life Sciences by coordinating interdisciplinary teams, cultivating local to global partnerships and training the next generation of Integrated Pest Management practitioners. CIPM develops and advances new IPM strategies, pest analytic tools, and decision support systems.

Mr. Andrews made the motion, seconded by Mr. Murphy, to approve the two matters. The motion passed.

Mr. Andrews reported that the Buildings and Property Committee accepted nine building projects at a combined value of \$2,950,378, which included Daniels Hall fire alarm replacement third, and fourth floors, the Libraries Satellite Shelving Roof Replacement, and the Phytotron Roof Replacement.

The Buildings and Property Committee approved the site selection and design plans for the Academic Success Center in DH Hill Library, DH Hill North Exterior Site Improvements, and the Bureau of Mines Renovation. The Committee approved the Designer Selection for the American with Disabilities Act (ADA) Transition Plan Update 2019. The Committee also approve 10 Designer Selections \$1 million or less and 12 plans and specifications of formal projects costing less than \$2 million.

Mr. Andrews reported that the Committee received updates for Capital Projects and Projects in Planning. The Committee heard an update on University Real Estate and Development and was introduced the Principals from Lincoln Harris, LLC who provided an update on the progress to develop the Innovation District at Centennial Campus.

UNIVERSITY ADVANCEMENT AND EXTERNAL AFFAIRS COMMITTEE – CHAIR STAN KELLY

Mr. Kelly reported that the Committee heard a University Advancement update noting that they have reached \$1.45 billion toward the campaign goal. Mr. Kelly noted that 60 percent of U.S. donors prefer

to give online, 55 percent prefer to be thanked for their donations via email and 32 percent are most inspired to give by social media appeals. He reported that in light of these shifts in donor culture, a strong digital giving strategy is critical to ongoing fundraising success. He also shared information on Alumni Relations efforts with the continued positive awareness of the Think and Do brand and progress on important leadership staff recruitment searches.

Mr. Kelly stated that the Committee heard a campaign and fundraising update, noting that the campaign total to date is at 90 percent of goal, with 67 percent of the campaign time period elapsed. Year-to-date gifts and new commitments stand at over \$135 million, which is a 32 percent increase over last year, and several colleges have seen increases well over 100 percent in their year-to-date totals. He noted that the focus now is on mid-campaign feasibility, accountability and measurement, and he shared that there is also ongoing work toward continued capacity building.

Mr. Kelly reported that the Committee saw a presentation on the Advancement Five Year Roadmap Project, making the case that launching a strategic plan now will allow NC State Advancement to "Leapfrog" to a constituent-centered culture and vision. He noted that anticipated strategic plan impacts will be increased efficiency and effectiveness and an even stronger University reputation with the ability to achieve our full fundraising potential.

Mr. Kelly reported that the Committee was presented an overview of the 2019 NC State Day of Giving, which will take place on Wednesday, March 27. The day of giving is a campaign to harness the momentum of a 24-hour period to raise gifts with an emphasis on utilizing social media, online giving and digital technology to leverage giving at all levels from alumni and friends of the university.

Mr. Kelly stated that the Committee was presented two naming opportunity proposals including 14 naming opportunities for the Bureau of Mines building in the College of Sciences and two naming opportunities from the Division of Academic and Student Affairs for two rooms within the Crafts Center in Frank Thompson Hall.

Mr. Kelly reported that following the presentations, the Committee met in closed session and approved six naming agreements. A motion will be made at the end of this meeting to go into Closed Session to consider all naming opportunities.

UNIVERSITY AFFAIRS COMMITTEE – CHAIR ANN GOODNIGHT

Mrs. Goodnight reported that under the consent agenda the Committee approved the option for four distinguished professorships to be awarded on a time-limited basis, conferral of tenure to four new faculty members, and recommended for full board approval the request to change the undergraduate degree program title Agricultural and Environmental Technology to Biological and Agricultural Engineering Technology. The name change allows the program to pursue accreditation through the Engineering Technology Accreditation Commission of ABET and is strongly supported by current students in the program, the faculty and the department's Advisory Board.

Mrs. Goodnight made the motion, seconded by Mrs. Ward, to approve the degree program title change. The motion passed.

The Committee recommended revisions to Non-Salary and Deferred Compensation Policy 05.15.03. The policy has been updated to reflect the IRS change which made moving expenses fully taxable to employees. In addition, the university proposes a change to the policy in order to permit payment of a lump-sum relocation allowance that includes an allowance for household moving expenses, house-hunting expenses and temporary housing.

Mrs. Goodnight made the motion, seconded by Mr. Kelly, to approve revisions to Policy 05.15.03 – Non-Salary and Deferred Compensation. The motion passed.

Mrs. Goodnight stated that the Committee heard reports pertaining to intercollegiate athletics and graduation rates and received updates from Student Body President Jess Errico and Provost Arden.

Mrs. Goodnight reported that the Annual Report on Intercollegiate Athletics, required per UNC policy, highlighted the profiles of admitted student-athletes including SAT/ACT scores and high school grade point averages, the student-athlete exceptions to the minimum course requirements set by the Board of Governors, information about the majors chosen by student-athletes, and NC State's scores for the NCAA's Graduation Success Rate and Academic Progress Rate. NC State's student-athletes currently carry an average GPA of 3.004. The most recent Graduation Success Rate was 86 percent, which is an all-time high for NC State.

Mrs. Goodnight stated that the graduation report showed that the university is making progress in undergraduate retention and graduation rates; particularly notable was the improvement in the 4-year graduation rate. In addition, during the past ten years there has been significant growth in the number of degrees awarded: 21 percent growth in bachelor's degrees, 48 percent growth in master's degrees and 26 percent growth in all doctoral degrees.

She reported that Student Body President Jess Errico shared some initiatives underway in Student Government. In partnership with the Career Development Center and thanks to a generous donation from the Bookstore, Student Government piloted a graduation robe closet. Starting with the fall 2018 semester, Pack Promise students were able to borrow caps and gowns at no charge to wear to their commencement ceremonies. Spring elections are underway: Campaigning starts February 22 and voting occurs in early March. In preparation for future fee increase requests and in response to student requests for earlier involvement in the fee process, Student Government partnered with the Division of Academic and Student Affairs to host a Student Fee Town Hall.

Mrs. Goodnight reported that Provost Arden provided the Committee an update on academic programs including notice that the request to discontinue the Bachelor of Science in Biomedical Engineering and consolidate it into the Bachelor of Science in Biomedical and Health Sciences Engineering joint degree program with UNC-Chapel Hill has been approved by the Board of Governors. She noted that the annual reappointment, promotion and tenure process is well underway with 185 faculty members participating. Faculty will be notified about the outcome of the review at the end of April.

Mrs. Goodnight reported on upcoming leadership reviews and searches. Five-year leadership reviews are occurring this academic year for the Office of Institutional Research and Planning and the Dean College of Humanities and Social Sciences. Searches for Dean of the Poole College of Management and Vice Provost for Continuing Education are underway.

The Committee received an AP Credit Update. The UNC Board of Governors approved Policy 700.10.1 on awarding undergraduate credit on the basis of advanced placement scores on July 27, 2018. This requires the university to give course credit for all AP exam scores of 3, 4 or 5, effective in 2019-20. The university accepts AP scores for a total of 39 different subjects, and has been working with departments and colleges to identify courses that will count toward general education, major, or elective credits for students. These requirements will be posted to the Admissions website this spring for incoming students to view.

Mrs. Goodnight noted that the Committee was provided information about professional, non-tenure track faculty at NC State. Professional full-time and part-time faculty make up approximately 37 percent of NC State's total faculty population and tend to specialize in one or more tracks including: clinical, extension, lecturer, practice, research and/or teaching. Discussion focused on national trends which show the increasing numbers of non-tenure track faculty across the academic landscape as well as areas for improvement relative to compensation and promotional standards for these faculty members.

Mrs. Goodnight reported that the Committee approved a head coach employment agreement for Football and recommended salary actions for approval by the Board of Governors. They also made

recommendations for awarding of the Holladay Medal. These recommendations will be considered by the full Board in closed session.

FACULTY SENATE REPORT – CHAIR CAROLYN BIRD

Chair Bird reported that TurnItIn had been secured for NC State as a centrally-resourced tool. Various facets of the TurnItIn software were discussed, including how students can use the software as a pre-check for plagiarism in their papers. Senators learned that use of TurnItIn is not compulsory, and it will be up to each faculty member to decide if and how to use the software.

She reported at the fall general faculty meeting that there were discussions on student mental health, food and housing security, and University recreation.

Chair Bird reported that the Paid Parental Leave Working Group (PPLWG) of the Council on the Status of Women at NC State University formulated a proposal for a paid parental leave policy. The discussion allowed the Committee to gain feedback on the policy and faculty-specific considerations.

Chair Bird stated that the Faculty Senate's Governance and Personnel Policy (GovPP) Committee has been exploring how to improve the status of faculty who are not in tenure line faculty positions. Following extensive conversations within the Committee and with University leadership the Committee has formulated a set of preliminary recommendations. The GovPP Committee received feedback from senators and will return to the Faculty Senate with refinements prior to making a recommendation to the Provost.

She reported that the D.H. Hill Library renovation of approximately 40,000 gross square feet scheduled for Spring 2019 includes an Academic Success Center, open study area, and Data and Technology Commons. Discussion covered planned use of space, access to the library during and following construction, and project timeline. Notably, the Hillsborough Street entrance will be re-opened and will remain open following construction.

Chair Bird reported that Faculty Senate heard a campus physical security update. The speakers informed senators about university police hiring standards and on-going fitness reviews; which are more stringent than City of Raleigh requirements.

STAFF SENATE REPORT – CHAIR JASON PAINTER

Chair Painter reported that the Human Resources Committee held a very successful food drive, collecting 7,290 pounds of food (which is equivalent to 6,125 meals). The Computer Loan program is currently serving 129 clients with a healthy waiting list. The Resources and Environment Committee is hosting a monthly event to help reach staff across campus to work towards waste reduction and to teach about the practices currently in place at NC State to practice sustainability and improve the environment. The Diversity committee is hosting coffee chats with panels comprised of underrepresented NC State employees.

Chair Painter reported that the Governance committee completed its revisions of the Staff Senate bylaws and recruited staff members to fill seats that were not represented and/or underrepresented on the Staff Senate. The Public Relations (PR) Committee re-designed the weekly Staff Senate newsletter and is regularly garnering open rates between 50-60 percent. The PR committee also implemented a monthly constituent email that senators send out following the monthly Staff Senate general session. The monthly email has improved communication between senators and their districts and has received immense positive feedback. The External Affairs Committee teamed up with the Pack the Polls initiative to help push out the message to university staff regarding election participation, as well as using Talley as an early voting site. The newly formed Employee Experience and Relations Committee created three Staff Advisory Council models that can be used by any department or unit at NC State for the purpose of including more staff and be better informed of the concerns of staff in their respective divisions.

Chair Painter reported that Staff Senate launched a "shout out" section in the Staff Senate newsletter. Staff Senate asked staff to give a shout out to a staff member who deserved additional praise for going above and beyond the realm of their job. The program was successful with 50 staff recommended for shout outs. He reported that Staff Senate worked with athletics to further honor and recognize these staff members at a wrestling match in December (vs Nebraska) and at a women's basketball game in January (vs Duke). Staff Senate provided certificates to these staff members at each event while they were recognized.

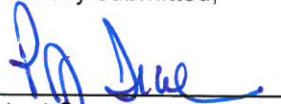
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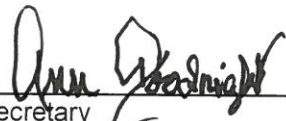
With no further business in open session, Mrs. Ward made the motion, seconded by Mr. Washington, at 10:45 a.m. to go into closed session to prevent the premature disclosure of an honorary award; to consult with the University's attorney in order to preserve the attorney-client privilege to discuss a pending lawsuit. The parties to the lawsuit are Paul Roepnack, plaintiff, versus Chancellor William Randolph Woodson, David Rainer and William Davis defendants. The motion passed.

RECONVENE IN OPEN SESSION


At 11:20 a.m., the board came out of closed session. With no further business in open session, Chair Clark adjourned the meeting at 11:22 a.m.

Respectfully submitted,


Assistant Secretary


Secretary

Approved:


Chair of the Board