

Approved at the 9/14/2018 meeting
BOARD OF TRUSTEES OF THE COLORADO SCHOOL OF MINES
MINUTES OF THE BOARD MEETING
Friday, June 1, 2018
COLORADO SCHOOL OF MINES
1500 Illinois Street, Coors Boardroom

I. Trustee Breakfast – 8:00 a.m., Ballroom DE, Student Center

Executive Session

8:00 a.m. Motion to move into executive session by Trustee Haddon; seconded by Trustee McNeil. Motion approved 7-0.

The purpose of the Executive Session was to receive legal advice pursuant to §24-6-402 (3)(a)(II), C.R.S. and discuss personnel matters per §24-6-402(3)(b)(I) C.R.S.

9:25 a.m. Motion to adjourn executive session by Trustee Haddon; seconded by Trustee Truly. Motion approved 7-0.

II. Regular Meeting – Coors Boardroom, Guggenheim Hall

9:33 a.m. Meeting called to order by Chairman Jorden.

Trustees present: Chairman Jorden, Trustee's Haddon, McNeil, Truly, Starzer, Salazar, Sanders and Hogue.

CSM executives and directors were also present including: President Johnson, EVP Volpi, Interim Provost Boyd, VP Fox, VP Han, VPGC Walker, Dean's Moore and Graves.

a. Consent Agenda

1. The minutes from the May 4, 2018 meeting submitted for approval.
Trustee Truly motioned to approve; seconded by Trustee McNeil. Motion approved 7-0.
2. The minutes from the May 21, 2018 special meeting submitted for approval.
Trustee Truly motioned to approve; seconded by Trustee McNeil. Motion approved 7-0.

b. Reports and Updates

Board Committee Reports Trustee Haddon reported that the Finance and Audit Committee (FAC) and the Investment Advisory Committee met on May 21, 2018. He noted the Foundation endowment was \$307.5 million as of March 31, 2018. Trustee Haddon noted that Ms. Volpi would present the detailed review of the fiscal year 2019 financial budget. The FAC reviewed the engagement letter for the external auditor and noted the internal auditor provided a status update.

President's Report President Johnson thanked the Trustees for their support and their individual involvement at Mines over the past year. He noted that summer is a busier time of the year for many, and that many are working on strategic plans for their areas and for the capital campaign. Department Heads are involved in leadership development activities. Dr. Johnson introduced the new student body president, Amanda Field.

Research activities and Tech Transfer Report Dr. Tompkins was not present at the meeting. President Johnson reported that the head of DARPA came to campus yesterday. He noted that Dr. Tompkins would give a more

detailed update at the next meeting.

c. Action Items

Faculty Handbook revisions _____ Dr. Boyd requested Board approval for this year's proposed changes to the Faculty Handbook that included both material and non-material changes. He noted that non-material changes were approved by the President. Dr. Boyd reviewed the five material changes for which he requested the Board of Trustees' formal approval:

- Modification of Internal Joint appointments, allowing faculty members to be engaged in multiple departments through several appointment mechanisms to encourage more collaboration and cooperation across departments.
- Standardized Performance Rating Definitions for faculty to encourage evaluation consistency across the institution.
- Performance Improvement Plan (PIP) revisions that update the PIP construction and review process recognizing the role of Deans in this process.
- Promotion Impact, a revision intended to allow promoted faculty to exercise the rights of the promotion as soon as this action is approved by the Board of Trustees.
- Teaching Faculty Promotion Committee, aligning University Teaching Faculty Promotion Committee membership with the requirements of the University Promotion and Tenure Committee.

Dr. Boyd briefly described the Handbook approval process.

Motion to approve the Faculty Handbook revisions made by Trustee Haddon; seconded by Trustee Truly.
Approved 7-0.

BE IT RESOLVED that the Board of Trustees of the Colorado School of Mines hereby approves the above listed modifications to the Faculty Handbook.

Approval of new certificate programs _____ Dr. Boyd presented an overview of the CyberSecurity for Cyber Physical Systems and the Computer Science Professional certificate programs. He introduced Dr. Tracy Camp to provide the Board a summary and rationale for each program. Dr. Boyd noted that both programs are using existing course work to formulate new certificate programs. Dr. Camp noted that Mines' main security lead is Dr. Chuan Yue and Mines is part of the Education Excellence program with DHE and NSA, a designated site. Mr. Peter Han provided information on the reason the certificate programs require Board approval. There was brief discussion regarding the marketing and advertising strategy for these programs. Dr. Boyd announced that Mines is making an offer to fill the first graduate recruiter position, utilizing the funding received from Mines' donor, Mr. Bruce Grewcock.

Motion to approve by Trustee Salazar; seconded by Trustee McNeil. Approved 7-0.

BE IT RESOLVED that the Board of Trustees of the Colorado School of Mines approves the following graduate degree program actions:

Creation of a new graduate certificate program with the title "CyberSecurity for Cyber Physical Systems"
Creation of a new graduate certificate program with the title "Computer Science Professional Certificate"

FY19 Budget _____ Ms. Volpi presented the proposed operating budget for fiscal year 2019 (FY19). She provided a historical review of Mines' operating budget and reviewed the national trends related to public higher education operating revenues. She noted that FY19 begins the investment in the MINES@150

initiatives, anticipating programmatic and enrollment growth and the need to strengthen operational infrastructure.

Pursuant to authority conferred by §23-41-104(1), C.R.S. (2017) and as required by §23-5-119.5(1), C.R.S. (2017), the Board of Trustees has the responsibility and authority for the financial management of the School including the setting of tuition and fees and the approval of the budget.

Motion to approve by Trustee Salazar; seconded by Trustee Haddon. Approved 7-0.

BE IT RESOLVED that the Finance and Audit Committee has reviewed and recommends to the Board of Trustees the approval of the proposed budget for the Fiscal Year 2019 Budget consisting of:

- Total revenue of \$324.27 million;
- Total expenses of \$317.79 million
- An addition to reserves of \$2.80 million;
- Total net activity of \$3.68 million;
- 3.0% increase for resident and nonresident undergraduate and graduate tuition rates;
- New tuition rate of \$999/SCH for online programs;
- Increase in Housing and Board rates; and
- Changes in fees and charges and the addition of the Manufacturing Processes course fee.

5-year Capital Plan Ms. Volpi presented a proposed five-year capital plan (for fiscal years 2020-2024). She explained that each year the university is required to submit a five-year capital construction plan to the State for approval, subject to the approval of the Board of Trustees. The plan includes the Earth Resources Building (in partnership with United States Geological Survey), Mines Innovation Hub, Residence Hall VII & Dining Hall III, Library Renovation, Earth Resources Innovation Hub (renovation of the EMI), Parking Garage II and the Engineering Annex Renovation, with a total projected cost of \$253 million. The Board of Trustees approved the plan as recommended.

Motion to approve by Trustee Salazar; seconded by Trustee Sanders. Approved 7-0.

BE IT RESOLVED that the Board of Trustees of the Colorado School of Mines approves the Capital Construction Five Year Plan with a total project cost of \$253 million.

1607 Washington Street property purchase Ms. Volpi provided a brief summary on the proposed property purchase at 1607 Washington Street for \$820,000. She noted Mines received the results of an environmental study for the property and discovered no material issues. Mines would like to use the site for student and administrative offices. Ms. Volpi noted the renovation should cost less than \$100,000.

The Board of Trustees Capital Construction and Real Estate Conveyance Policy requires the Board's approval to purchase this property. Section 2.1 of the Policy provides:

2.1 Approval of Conveyances of Interest in Real Estate

All conveyances of any interest in real estate to or from Colorado School of Mines must be approved by the Board of Trustees.

Pursuant to the Board of Trustees Capital Construction and Real Estate Conveyance Policy, Section 2.1, the Board of Trustees is asked to consider and approve of Mines' purchase of the real property located at 1607 Washington Avenue, Golden, Colorado, and to authorize the execution of any and all documents necessary to effect the purchase and transfer of title.

Motion to approve by Trustee Haddon; seconded by Trustee Truly. Approved 7-0.

BE IT RESOLVED that the Board of Trustees of the Colorado School of Mines approves of Mines' purchase of the real property located at 1607 Washington Avenue, Golden, Colorado for \$820,000.00, and authorizes the President or his appropriate delegee to execute all documents necessary to effect the purchase of said property and transfer of title.

Indemnification of NASA contract Ms. Volpi provided information on a proposed indemnification term in a NASA research contract to support graduate students. Risk was assessed and determined to be low and outweighed by the anticipated benefits to Mines if we successfully negotiate and enter into this contract.

Motion to approve by Trustee Salazar; seconded by Trustee Sanders. Approved 7-0.

BE IT RESOLVED that the Board of Trustees of the Colorado School of Mines approves of Mines contracting to indemnify the federal government in the sub-recipient agreement with NIA in order to receive NASA funding in support of graduate research and authorizes the President or his appropriate delegee to execute the sub-recipient agreement.

d. Emergency Action Items

Property purchase Ms. Volpi provided information regarding the potential acquisition of property located at 21554 Mountsfield Drive in Golden, Colorado. She noted that Mines management will perform the necessary due diligence and bring this matter back to the Board at a future date. Ms. Volpi requests authorization from the Board to explore this acquisition and the proposed due diligence.

Trustees voted to move forward with due diligence and the process in pursuing the property and the resolution was approved unanimously 7-0.

BE IT RESOLVED that the Board of Trustees of the Colorado School of Mines has been briefed on the opportunity to purchase the real property located at 21554 Mountsfield Drive, Golden, Colorado. The Board is very appreciative to have been given this opportunity related to this property and thus encourages the President or his delegee to perform the necessary due diligence and process in pursuing the purchase. If the due diligence and other matters are favorable, management will formally request approval by the Board of Trustees at a later date.

e. Regular Written Reports

Undergraduate Admissions Ms. Boyd provided a brief admissions update.

Graduate Admissions Dr. Zhou provided an update regarding graduate admissions.

CSM Foundation report Mr. Winkelbauer provided a brief update on Foundation activity, noting they are on track to reach \$30 million goal by end of the year. He provided information on the new campaign the month of May, a Month for Mines, which exceeded the match thanks to Mr. & Mrs. Swiger. Mr. Winkelbauer reported on the Movement X concept, as part of MINES@150 plan to bring the Mines community together, and noted the Foundation is conducting forums and roundtables.

Dr. Reed Maxwell introduced Dr. Tzhai Cath as incoming Faculty Senate President.

12:10 p.m. Motion to move into executive session by Trustee Haddon; motioned seconded by Trustee Salazar. Motion approved 7-0.

1:25 p.m. motion to return to regular session by Trustee McNeil; seconded by Trustee Salazar. Approved 7-0

Presidential compensation Motion to approve presidential compensation with a 3% increase at \$457,667 by Trustee Haddon; seconded by Trustee Salazar. Approved 7-0.

1:33pm motion to adjourn by Trustee Truly; seconded by Trustee Haddon. Approved 7-0

There being no further business, the regular meeting adjourned.

A handwritten signature in black ink, appearing to read "Anne Stark Walker", written over a horizontal line.

Anne Stark Walker, Secretary