

TEXAS TECH UNIVERSITY SYSTEM
Lubbock, Texas

Minutes

Board of Regents
October 11, 2013

Friday, October 11, 2013.—The members of the Board of Regents of the Texas Tech University System convened at approximately 8:30 am on Friday, October 11, 2013, in the Matador Room, Room 227, Second Floor, Student Union Building, 15th Street and Akron Avenue, Lubbock, Texas, with the following in attendance:

ATTENDANCE.—

Regents present were Larry K. Anders, Vice Chairman; John D. Esparza; L. Frederick “Rick” Francis; Joshua Heimbecker, Student Regent; Mickey L. Long, Chairman; Debbie Montford; Nancy R. Neal; John D. Steinmetz; and John Walker. Regent Tim Lancaster was unable to attend the meeting.

The following officers and staff were present: Mr. Kent Hance, Chancellor, TTUS; Dr. Brian May, President, ASU; Dr. M. Duane Nellis, President, TTU; Dr. Tedd Mitchell, President, TTUHSC; Mr. Ben Lock, Executive Assistant to the Chancellor and Secretary of the Board, TTUS; Mr. Pat Campbell, Advisor to the Board of Regents, TTUS; Mr. John Huffaker, Vice Chancellor and General Counsel, TTUS; Mr. Jim Brunjes, Chief Financial Officer, TTUS; Mr. Elmo Cavin, Executive Vice President for Finance and Administration, TTUHSC; Ms. Noel Sloan, Interim Vice President for Administration and Finance, TTU; Mrs. Angie Wright, Interim Vice President for Finance and Administration, ASU; Dr. Joseph Rallo, Vice Chancellor for Academic Affairs, TTUS; Mrs. Kim Turner, Chief Audit Executive, TTUS; Mr. Michael Molina, Vice Chancellor for Facilities Planning and Construction, TTUS; Ms. Martha Brown, Associate Vice Chancellor for Governmental Relations, TTUS; Dr. John Opperman, Vice Chancellor for Policy and Planning, TTUS; Mr. Jodey Arrington, Vice Chancellor for Technology Commercialization, TTUS; Mr. Randy Sanders, Associate Vice Chancellor for Communications and Marketing, TTUS; Mr. Scott Cooksey, Interim Vice Chancellor for Institutional Advancement, TTUS; Ms. Casey Harmon, Director, Chancellor’s Office, TTUS; Dr. Lawrence Schovanec, Interim Provost, TTU; Dr. Javier Flores, Vice President for Student Affairs and Enrollment Management, ASU; Dr. Nancy Allen, Interim Provost and Vice President for Academic Affairs, ASU; Dr. Michael San Francisco, Interim Vice President for Research, TTU; Dr. Eliza Wong, President, Faculty Senate, TTU; Mr. Hunter Atkins, President, SGA, TTUHSC; and Mrs. Christina Martinez, Assistant Secretary to the Board of Regents, TTUS.

- I. MEETING OF THE BOARD—CALL TO ORDER; CONVENE INTO OPEN SESSION OF THE BOARD.—Chairman Long announced a quorum present and called the meeting to order.

II. INTRODUCTIONS AND RECOGNITIONS.—Chairman Long called on Mr. Hance, Dr. Nellis, Dr. Mitchell and Dr. May to present their introductions and recognitions.

Chancellor Hance presented his introductions and recognitions: “Mr. Chairman I have a couple of introductions this morning. First, we have Amanda Clark. As most of you know, Amanda is married to Kyle Clark. Kyle, unfortunately, recently went to Florida State and she, unfortunately, is going to follow him. She has been a great employee. We appreciate her. She has always been a great assistant to Jim Brunjes. That is a big job. I’d like to recognize Amanda at this time.

“Next, I have Randy Sanders who is the associate vice chancellor for Communications and Marketing. Randy is a Texas Tech graduate who is originally from El Paso. He is former president of the Texas Association of Managing Editor and is former editor of the Lubbock Avalanche Journal.”

President Nellis presented his introductions and recognitions: “Mr. Chairman, I appreciate the opportunity to provide introductions for several of our outstanding faculty, staff and students. Texas Tech is proud to introduce the new head men’s basketball coach for the Red Raider basketball team. Tuby Smith is here with us today. Coach Smith arrives at Texas Tech with 22 years of head coaching experience and an amazing 511 to 226 career record at the likes of Minnesota, Kentucky, Georgia and Tulsa. In that time, he claimed a national championship at Kentucky, made four Elite 8 appearances, 9 Sweet 16 appearances, and posted 20 or more wins in 19 seasons while making 17 trips to the NCAA tournament. Coach Smith is the sixth of seventeen children and was raised in southern Maryland. He and his wife, Donna, have three sons, a daughter-in-law and a granddaughter. Congratulations Coach Smith and welcome to Texas Tech.”

Chancellor Hance added, “Mr. Chairman, I would point out one thing, when Tuby Smith’s father passed away they lowered the flags in Maryland in his honor. They should have done that for his mother as well. That is the kind of person he is and that is where he comes from. That is Tuby Smith and we are glad to have him.”

President Nellis continued, “Today we also have the new director of the Free Market Institute with us, Dr. Ben Powell. He serves as a visiting professor in the Rawls College of Business. He is the North American editor of the *Review of the Austrian Economics*, past-president of the Association of Private Enterprise Education and a senior fellow with the Independent Institute. He earned his BS in economics in finance from the University of Massachusetts at Lowell and his master’s and Ph.D. in economics from George Mason University. We look forward to great things from him. Let’s welcome Dr. Ben Powell.

“Texas Tech is also proud to welcome the new permanent dean of the College of Media and Communication, Dr. David Perlmutter. Prior to joining Texas Tech, he was director of the School of Journalism and Mass Communication and a

professor at the University of Iowa. He also served on the Provost Strategic Global Initiatives Council, the Advisory Council for the Office of the Vice President for Strategic Communications, the campus Fulbright Committee and was an International Programs Faculty Fellow as well as a Starch Faculty Fellow in the College of Liberal Arts and Sciences. Locally, he was a member of the U.S. Army Iowa City Community Partnership Council, the Board of Directors for the Iowa Center for Public Affairs and Journalism and the Iowa Newspaper Federations Next General Task Force. We are very pleased to welcome him. Please join me in welcoming Dr. David Perlmutter.

“Also with us today, it is an honor to introduce to you a member of the National Academy of Engineering and now a Distinguished Maddox Chair here at Texas Tech University, Dr. Chau-Chyun Chen. Dr. Chen is a professor in the Department of Chemical Engineering and again, the Jack Maddox Distinguished chair in sustainable energy in the Edward E. Whitacre, Jr. College of Engineering. He is a co-founder of the Aspen Technology Inc. At Texas Tech, his research focuses in areas such as molecular characterization methodology for petroleum and essays include topics such as hydraulic fracturing fluids and energy storage systems. Dr. Chen was elected to the National Academy of Engineers for his contributions for the molecular thermal dynamics and processed modeling technology for designing industrial processes with complex chemical systems. He received his BS degree in chemistry from National Taiwan University and his master’s and doctoral degrees in chemical engineering from MIT. Congratulations Dr. Chen and welcome to Texas Tech University.

“With us today is a very special group of young ladies—the Texas Tech University Twirlers. On July 25, they brought home the gold at the 48th Annual America’s Youth on Parade Baton Twirling Championships at the University of Notre Dame at South Bend, Indiana. With us today, we have members of the team including: Sydney Webster a feature twirler. She is freshmen from Lubbock majoring in journalism. Christy Hogue is a twirler captain and is a senior from Odessa majoring in biology. While at the championships, Christy was awarded the Marjorie Gilbert Teddy Bear Scholarship Award which is awarded to five college twirlers. Sarah Rendon is a twirler captain assistant. She is a junior from San Antonio majoring in psychology. Lyndzie Allbright is a sophomore from Odessa majoring in pre-nursing. Camille Crawford is a sophomore from San Antonio and she is studying human development and family studies. Meagan Franklin is a senior interior design major from Odessa. Claudia Hernandez is a freshmen biology major from Lubbock. Summer Johnson is a senior mechanical engineering major from Amarillo. Alyssa Snyder is a sophomore elementary education major from Helotes, Texas. Julie Szamatulski is a junior restaurant, hotel management major from Grandview, Texas. And last but not least, we have Rachel White. She is a freshmen from San Antonio and she is undecided about her major. Leading this group of talented young ladies are two individuals who are just as talented. With us today are twirling coach Bethany Tolley and associate director of bands, Duane Hill. Bethany was born and raised in Lubbock. She graduated from Texas Tech with a degree in exercise sports science and recreation. She was a feature twirler for Texas Tech University. Bethany won several state, regional and national awards. While representing

Texas Tech in 1982, she was the College Miss Majorette of America and the National Collegiate Solo Twirling Champion. She was hired in 2007 to be the coach of the Texas Tech Twirlers, to bring the twirlers up to the next level and to become a national level twirling team. Duane Hill is the associate director of bands and director of our athletic bands. We are very proud of him. He holds a bachelor of secondary music education and a master's in music and conducting from Texas Tech University, along with directing the Goin' Band. Professor Hill teaches marching band and concert band promoting leadership in band and supervising student teachers. In service to music education, Mr. Hill is currently a leadership facilitator with Solutions and Specialized Innovations which specializes in student leadership training and he serves as a consultant for a number of high school bands throughout the state. As you can see, we have a lot of great things going on here. With the students and the staff support, let's give them a great round of applause.

"Thank you for the opportunity to present these distinguished individuals to you."

President Mitchell presented his introductions and recognitions: "Mr. Chairman, we have two introductions today. As you know, we oversee a student-run free clinic on 34th and Boston. This clinic has been open now for the last four years and the clinic was set up 100 percent by our students with faculty volunteers to help supervise. Every single year we have seen more and more patients in our throughput. This year we are on trajectory to see 1,500 patients at this clinic. These are patients who otherwise would have no medical care or they would get their medical care at the emergency rooms around Lubbock which is the most expensive form of care there is. Part of expanding this service and making sure as we see patients, we are not just seeing them, sending them out and having them bounce back in, is to make sure that they have proper dispositions. In order to do that, we had contacted the Texas Tech side of the highway—the Department of Social Work to see if there was any interest in having people from the Social Work Department volunteer at the clinic to make sure that we could get the proper disposition for patients. It has been an absolutely phenomenal success between the addition of social work services at the clinic and our class D pharmacy, the clinic actually runs as a well-oiled machine. It does a huge service for Lubbock and it is quite frankly a stellar clinic relative to any medical school in the United States. Accordingly, we have Dr. Laura Lowe and Dr. Margaret Elbow to recognize. These are two social work faculty members working at the Texas Tech University Department of Sociology, Anthropology, and Social Work. Their outstanding work in developing the social work component of the Texas Tech University Health Sciences Center student-run fee clinic has provided service learning opportunities for their students and has offered immense services to the underserved patients of the Lubbock community. By connecting the clinic's patients to existing resources, they empower patients to better overcome poverty and illness and also to seek sustainable solutions for their healthcare. Dr. Margaret Elbow—Dr. Elbow received her master's of social work from the University of Pittsburgh and her doctoral of social work from Columbia University. She has taught at Texas Tech for over 30 years and during her tenure has published articles in the fields of family and children services but has recently shifted her focus to the psycho-

social impact of illness on individuals and family. Dr. Laura Lowe—Dr. Lowe is a Texas Tech graduate who went on to receive her master's of social work and her Ph.D. in social work from the University of Georgia. She has been a faculty member at Texas Tech since 2004 and currently serves as the associate professor and director of the Social Work Program. She has authored numerous scholarly journal articles, teaches several highly rated courses on the general academic campus and is currently leading social work faculty in developing a proposal to offer a master's in social work degree at Texas Tech University. I want to personally thank them for the volunteer work that they do for us. I know that our students really and truly have taken our student-run free clinic to the next level. Congratulations to the both of you.”

President May did not have any introductions.

- III. RECESS—Chairman Long recessed the meeting at 8:44 am.
- IV. MEETING OF STANDING COMMITTEES.—Committee meetings took place sequentially upon the recess of the Meeting of the Board and after a lunch break. (Refer to VII. for items approved.)

Friday, October 11, 2013.—The members of the Board of Regents of the Texas Tech University System reconvened upon the adjournment of the Finance and Administration Committee meeting at approximately 10:19 am on Friday, October 11, 2013, in the Matador Room (Room 227), Second Floor, Student Union Building, 15th Street and Akron Avenue, Lubbock, Texas, with the following in attendance:

ATTENDANCE.—

Regents present were Larry K. Anders, Vice Chairman; John D. Esparza; L. Frederick “Rick” Francis; Joshua Heimbecker, Student Regent; Mickey L. Long, Chairman; Debbie Montford; Nancy R. Neal; John D. Steinmetz; and John Walker. Regent Tim Lancaster was unable to attend the meeting.

The following officers and staff were present: Mr. Kent Hance, Chancellor, TTUS; Dr. Tedd Mitchell, President, TTUHSC; Dr. Brian May, President, ASU; Dr. M. Duane Nellis, President, TTU; Mr. Ben Lock, Executive Assistant to the Chancellor and Secretary of the Board, TTUS; Mr. Pat Campbell, Advisor to the Board of Regents, TTUS; Mr. John Huffaker, Vice Chancellor and General Counsel, TTUS; Mr. Jim Brunjes, Chief Financial Officer, TTUS; Mr. Elmo Cavin, Executive Vice President for Finance and Administration, TTUHSC; Ms. Noel Sloan, Interim Vice President for Administration and Finance, TTU; Mrs. Angie Wright, Interim Vice President for Finance and Administration, ASU; Mr. Michael Molina, Vice Chancellor for Facilities, Planning and Construction, TTUS; Mrs. Kim Turner, Chief Audit Executive, TTUS; Ms. Martha Brown, Associate Vice Chancellor for Governmental Relations, TTUS; Mr. Jodey Arrington, Vice Chancellor for Technology Commercialization, TTUS; Mr. Scott Cooksey, Interim Vice Chancellor for Institutional Advancement, TTUS; Mr. Randy Sanders, Associate Vice Chancellor for Communications and Marketing, TTUS; Dr. John Opperman, Vice Chancellor for Policy and Planning, TTUS; Ms. Casey Harmon,

Director, Chancellor's Office, TTUS; Dr. Lawrence Schovanec, Interim Provost, TTU; Dr. Javier Flores, Vice President for Student Affairs and Enrollment Management, ASU; Dr. Nancy Allen, Interim Provost and Vice President for Academic Affairs, ASU; Dr. Michael San Francisco, Interim Vice President for Research, TTU; Mr. Hunter Atkins, President, SGA, TTUHSC; Mr. Preston Wimberly, President, SGA, ASU; Mr. Luke Cotton, President, SGA, TTU; and Mrs. Christina Martinez, Assistant Secretary to the Board of Regents, TTUS.

V. MEETING OF THE BOARD—CALL TO ORDER; RECONVENE INTO OPEN SESSION OF THE BOARD.—Chairman Long announced a quorum present and called the meeting to order.

VI. OPEN SESSION.—At approximately 10:19 am on Friday, October 11, the Board continued meeting in open session in the Matador Room (Room 227), Second Floor, Student Union Building, Lubbock, Texas, to consider items as a Committee of the Whole and Meeting of the Board.

VI.A. APPROVAL OF MINUTES.—Chairman Long asked for approval of the minutes of the board meeting held on August 8-9, 2013. Regent Anders moved for their approval. Regent Neal seconded the motion, and the motion passed unanimously.

VI.B. COMMITTEE OF THE WHOLE.—Chairman Long announced that for the purpose of facilitating action on the items to be considered, Regent Anders would preside over the Committee of the Whole.

VI.B.1. ASU, TTU, TTUHSC, TTUSA, and TTUS: Approve Consent Agenda; acknowledge review of Information Agenda.—Regent Anders presented the item regarding approval of the Consent Agenda and acknowledgment of review of the Information Agenda. The following are the Minute Orders approved by this motion:

VI.B.1.a. ASU: Approve naming of softball field.—The Board approved naming the playing field at the softball park at Angelo State University the "Mayer Field." The donor concurs with the naming of this facility. This request was approved administratively by the president and the chancellor.

The naming meets the requirement of donation of at least 50 percent of the project's construction cost as stated in *Regents' Rule*, Section 08.05.

VI.B.1.b. TTU: Approve Permanent Right of Access and Use and Construction Right of Access and Use

of Texas Tech University land to Atmos Energy.—The Board authorized the president to grant (i) a permanent right of access and use by Atmos Energy of 0.0023 acres of Texas Tech University (“TTU”) land; and (ii) a construction right of access and use by Atmos Energy of 0.0856 acres of TTU land—these rights of access and use will allow for the installation and maintenance of a natural gas line regulator station to serve the new Student Housing Complex at 1700 Texas Tech Parkway; and (iii) approval of the final engineering plans. This request was approved administratively by the president and the chancellor.

VI.B.1.c. TTUHSC at El Paso: Approve naming of the University Breast Care Center.—The Board approved naming the University Breast Care Center at Texas Tech University Health Sciences Center at El Paso the “Sadie and Annabelle Garbar Breast Care Center.” This request was approved administratively by the president and the chancellor.

VI.B.1.d. ASU and TTUS: Approve delegation of signature authority.—The Board, in accordance with *Texas Government Code*, Sec. 2103.061, approved the following signature authority. This amendment affects item (4) from the annual delegation approved at the August Board meeting. This request was approved administratively by each respective component president and the chancellor.

- (4) To authorize and approve the sale, purchase, and transfer of stocks, bonds, and other securities which are owned or controlled by the System, provided such action is approved by any two of the individuals listed below. This authorization is effective September 1, 2013 through August 31, 2014, or until such time as the designated officers or employees are separated from the System or its components, or are assigned other responsibilities, whichever comes first:

Jim Brunjes, Vice Chancellor and
CFO
Timothy Barrett, Associate Vice
Chancellor and CIO
Brian King, Assistant Vice
Chancellor & Investments
Officer-Private Markets
~~Andy Burcham, Assistant Vice
Chancellor – Treasury & Cash
Management~~
Eric Fisher, Manager – Treasury
Services
Chris Gailey, Operations Manager
Maleia Uline, Senior Analyst

Officers and employees who may sign, or
countersign, for ASU include:

Angie Wright, Interim Vice
President for Finance and
Administration
Maggie Pepper, Assistant Vice
President for Finance and
Administration
Denise Brodnax, Controller

Information Agenda

Information is provided as required by Section
01.02.6.b(2)(c), *Regents' Rules*

- (1) TTUHSC: Contract Renewals per Section
07.12.4.b., *Regents' Rules*: "Approval of the
President is required for all component institution contract
renewals or amendments. A list of those renewal
contracts in excess of \$500,000 per annum, including the
amount of the contract, will be provided to the board as an
information item at the next board meeting."
- (a) 04223-5; Amarillo VA Health Care System; renewal of
"Disbursement Agreement for Resident Stipends and
Fringe Benefits for Payment in Arrears"; \$949,866.
 - (b) 13271-A; Hendrick Medical Center; amendment to
extend "Ground Lease Agreement" for three months;
RE: construction SON SOP facilities; see related
13272 "Memorandum ...".
 - (c) 13273-A; Hendrick Medical Center; amendment to
extend "Lease Agreement" SON SOP facilities; see
related 13274 "Memorandum of Lease Agreement".
 - (d) 10059-D; University Medical Center (UMC) -
Lubbock; "Agreement for Professional Services,
Pediatric Critical Care", RE: T Kasemsri, MD and C
Todd, MD; increase of \$285,000, to \$610,000.

- (e) 98136-15; Lubbock County Hospital District; renewal of "Master Coordinating Agreement, 2013-2014"; \$15,277,205.
- (f) 13440-1; Discovery Medical Network Inc; renewal of "Services Agreement" 1115 Waiver, Assigned Location = Lubbock County Hospital District dba "UMC"; \$19,727,569.
- (g) 09287-2B; El Paso County Clinical Services Inc; "Residents Agreement", second amendment, to extend resident funding one year; \$34,722,797.
- (h) 09162-6A; Permian Basin Clinical Services Inc; "Addendum to Master Coordinating Agreement" RESIDENT funding; amended to reduce number of residents, RE Midland Memorial Hospital; \$3,571,754.
- (i) 13320-A; Northwest Texas Healthcare System Inc; "Master Services Agreement"; amended to increase funding by \$160,000, to \$14,810,000.
- (j) 13781-0; University Medical Center - UMC Lubbock; "Agreement for Professional Services (ancillary to "Master Coordinating Agreement") Hospitalist Program"; \$950,000.
- (k) 12831-1; El Paso County Clinical Services Inc; renewal "Fellowships Agreement ..."; \$661,840.
- (l) 12727-F; El Paso Childrens Hospital Corporation; "Pediatric Specialty Medical Services Agreement", 6th amendment, to change reporting requirements; \$10,266,357.
- (m) 13621-1; United Regional Health Care System Inc; renewal of Offsite health care for TDCJ Offenders; \$1,100,000.
- (n) 95074-9; Stephens Memorial Hospital; renewal of onsite health care services at the Sayle Unit.; \$1,053,520.
- (o) 95081-9; Mitchell County Hospital; renewal of On site health care services at Wallace and San Angelo Work Camp units; \$2,584,113.
- (p) 95366-10; Methodist Hospital Plainview; renewal of On site health care services at Wheeler Unit; \$1,164,912.
- (q) 95400-9; Brownfield Regional Medical Center; renewal of On site health care services at Rudd unit; \$1,141,046.
- (r) 12685-1; Mitchell County Hospital District; renewal of Onsite Health Care to Offenders in TDCJ facility Daniel Unit; \$2,492,450.
- (s) 97239-7; Mitchell County Hospital; renewal of On site health care services at the Ware units; \$1,090,121.
- (t) 95148-9; Childress Regional Medical Center (CRMC); renewal of "Correctional On-site Health Care Services, T L Roach Unit and Boot Camp"; \$3,045,972.
- (u) 09117-1L; El Paso County Clinical Services Inc; "Restated Medical Services Agreement", 12th Amendment, adding neurology services, and with increase of \$7,071,942, to \$63,359,683.

- (v) 94217-11; Texas Department of Criminal Justice; "Contract ... Correctional Health Services FY 14 - FY 15"; TDCJ No. 696-HS-14-15-A065; \$194,541,128.
- (w) 13440-1A; Discovery Medical Network Inc; "Services Agreement" 1115 Waiver, Assigned Location = Lubbock County Hospital District dba "UMC"; increased by \$2,605,000 to \$22,333,212.
- (x) 91284-8J; Northwest Texas Healthcare System Inc; renewal "Physician in Training Support Agreement", medical resident salary funding 07/01/2013 to 06/30/2014; increased by \$110,000 to \$3,553,620.33.
- (y) 95086-9; Hendrick Medical Center Inc; renewal On site health care services at Middleton unit; \$4,738,106.
- (z) 95087-9; Hendrick Medical Center Inc; renewal Off site health care services to TDCJ; \$4,800,000.
- (aa) 95088-9; Hendrick Medical Center Inc; renewal On site health care services at Robertson unit; \$6,939,645.
- (bb) 95149-9; Hendrick Medical Center Inc; renewal On site health care services at Havins unit; \$1,077,695.
- (cc) 95150-9; Mitchell County Hospital; renewal Off site health care services to TDCJ; \$500,000.
- (dd) 96035-8; Medical Arts Hospital; renewal On site health care services at Preston Smith Unit and Extended Cell Block; \$3,960,759.
- (ee) 97028-9; Methodist Hospital Plainview; renewal On site health care services at Formby Unit; \$2,199,592.

(2) TTUHSC: Contracts for the services of a consultant with an initial consideration of \$25,000 or less per Section 07.12.2d(2)(b), *Regents' Rules*: "A report of the contract shall be provided as an information Agenda item at the next board meeting."

- (a) The Medicus Firm; "Search for Surgery Oncologist" Not to exceed \$25,000.
- (b) Gamma Search; "Search for two psychiatrists: \$24,000 each

(3) TTU: Report on establishment of new centers and institutes per Section 04.11.2., *Regents' Rules*: "The establishment or substantive restructuring of a center, institute, or other academic unit or program not addressed in Section 04.11.1 herein shall be approved by the president, with notice provided to the board via an item in the Information Agenda for the next meeting of the board."

- Institute for Measurement, Methodology, Analysis, and Policy (IMMAP); College of Education; establish an internationally renowned research institute built on the idea that methodology (e.g., design, measurement, and statistical models) is the bedrock of scientific inquiry. For researchers today to remain

competitive in securing grants and contracts and to navigate the peer review process of the top-tier journals, they must be able to wield accurately the burgeoning research tools that are available and that are continuing to be developed. IMMAP will provide researchers at TTU and around the world with access to resources and services that will position them to conduct valid and just research.

Regent Anders moved that the Consent Agenda be approved and that the Board acknowledge its review of the Information Agenda. The motion was seconded by Regent Neal and passed unanimously.

Regent Anders stated that consideration of items by the Committee of the Whole was concluded.

VII. REPORTS OF STANDING COMMITTEES.—At approximately 10:21 am, at the direction of Chairman Long, Standing Committee reports were presented sequentially to the Committee of the Whole.

VII.A. REPORT OF THE ACADEMIC, CLINICAL AND STUDENT AFFAIRS COMMITTEE

Committee Chairman Neal reported that the Academic, Clinical and Student Affairs Committee met in open session on October 11, 2013 to consider those matters on its agenda and to formulate recommendations to the Board of Regents of the Texas Tech University System. Unless otherwise indicated, the actions set forth in the Minute Orders that follow were recommended by the Academic, Clinical and Student Affairs Committee and approved in open session and without objection by the Board of Regents of the Texas Tech University System.

VII.A.1. ASU: Approve revised core curriculum to comply with Texas Higher Education Coordinating Board fall 2014 requirements.—The Board approved to replace the existing undergraduate core curriculum with the updated course list, included herewith as Attachment No. 1 (ASU Proposed Core Curriculum Course Listing by Foundational Component). The changes are called for to address new core curriculum requirements that were enacted by the Texas Higher Education Coordinating Board (“THECB”) at its meeting on October 28, 2011.

VII.A.2. ASU: Approve the addition of a Bachelor of Applied Arts and Sciences (B.A.A.S) degree in the College of Arts and Sciences.—The Board approved a Bachelor of Applied Arts and Sciences (B.A.A.S) degree in the Colleges of Arts and Sciences.

VII.A.3. TTU: Approve appointments with tenure.—The Board approved the granting of tenure to the following faculty of Texas Tech University contemporaneously with their appointments:

Patricia Hawley, Ph.D., new professor in the Department of Educational Psychology & Leadership, College of Education. Professor Hawley is currently tenured as professor in the Department of Psychology at the University of Kansas;

Charlene Kalenkoski, Ph.D., new associate professor in the Department of Personal Financial Planning, College of Human Sciences. Professor Kalenkoski is currently tenured as an associate professor in the Department of Economics at Ohio University;

Todd Little, Ph.D., new professor in the Department of Educational Psychology & Leadership, and Director (upon establishment) of the Institute for Measurement, Methodology, Analysis, and Policy (“IMMAP”), College of Education. Professor Little is currently tenured as professor in the Department of Psychology at the University of Kansas; and

Mohammad Najafi, D.Engr., P.E., new associate professor in the Department of Construction Engineering and Engineering Technology, Whitacre College of Engineering. Professor Najafi was tenured as an associate professor in the Department of Engineering Technology at Missouri Western State University.

VII.A.4. TTUHSC: Approve conferral of emeritus appointment.—The Board approved to confer the title of professor and founding director emeritus of the Center of Ethics/Humanities and Spirituality on Thomas F. McGovern, Ed.D. for his long and faithful service to the School of Medicine (“SOM”) and the Texas Tech University Health Sciences Center in Lubbock.

VII.A.5. TTUHSC: Authorization for the president to approve engagement of a consulting firm to provide software and training for required Texas Health and Human Services Commission documentation.—The Board authorized the president to approve a consulting agreement between Texas Tech University Health Sciences Center and Campbell Wilson Healthcare Consulting.

VII.B. REPORT OF THE AUDIT COMMITTEE

Committee Chairman Francis reported that the Audit Committee met in open session on October 11, 2013 to consider those matters on its agenda and to formulate recommendations to the Board of Regents of the Texas Tech University System. Unless otherwise indicated, the action set forth in the Minute Order that follows was recommended by the Audit Committee and approved in open session and without objection by the Board of Regents of the Texas Tech University System.

- VII.B.1. TTUS: Report on audits.—The Board accepted a report on the System’s audit projects, included herewith as Attachment No. 2 (TTUS FY 2013 Prioritized Audit Plan).

VII.C. REPORT OF THE FACILITIES COMMITTEE

Committee Chairman Montford reported that the Facilities Committee met in open session on October 11, 2013 to consider those matters on its agenda and to formulate recommendations to the Board of Regents of the Texas Tech University System. Unless otherwise indicated, the actions set forth in the Minute Orders that follow were recommended by the Facilities Committee and approved in open session and without objection by the Board of Regents of the Texas Tech University System.

- VII.C.1. TTU: Approve a project to renovate the University College building and construct a trait development facility.—The Board authorized the Office of Facilities Planning and Construction to (i) proceed with a project to plan, design and renovate the University College building with a budget of \$5,100,000 and construct a trait development facility with a budget of \$14,216,135 with a total project budget of \$19,316,135; (ii) complete the contract documents; (iii) report to the Texas Higher Education Coordinating Board; and (iv) award a construction contract—as revised. The project will be funded through the taxable Revenue Finance System - commercial paper which will be repaid with institutional funds.

It was further recommended that the board acknowledge that it expects to pay expenditures in connection with the construction of the project prior to the issuance of obligations to finance the project and, in that respect, the board found that the reimbursement for the payments of such expenditures will be appropriate and consistent with the lawful objectives of the Texas Tech University System, and, as such, declare its intention, in accordance with the provisions of *Treasury Regulations*, Section 1.150-2, to reimburse itself for original expenditures, advanced in connection with the design, planning and construction of a

new project an aggregate maximum principal amount expected to be \$19,316,135.

The chancellor further recommended that the president be authorized to negotiate and execute any and all agreements with city, state, and county agencies, utility companies and other entities required to successfully complete the project.

The TTU Approve a Project to Renovate the University College Building and Construct a Trait Development Facility PowerPoint as presented to the Board during the presentation of this item is included herewith as Attachment No. 3.

- VII.BC.2. TTUS: Report on Facilities Planning and Construction projects.—The Board accepted a report on Facilities Planning and Construction managed projects, included herewith as Attachment No. 4 (TTUS Design and Construction Review Report).

VII.D. REPORT OF THE FINANCE AND ADMINISTRATION COMMITTEE

Committee Chairman Steinmetz reported that the Finance and Administration Committee met in open session on October 11, 2013 to consider those matters on its agenda and to formulate recommendations to the Board of Regents of the Texas Tech University System. Unless otherwise indicated, the actions set forth in the Minute Orders that follow was recommended by the Finance and Administration Committee and approved in open session and without objection by the Board of Regents of the Texas Tech University System.

- VII.D.1. TTU: Approve budget adjustments for the period August 10, 2013 through October 11, 2013.—The Board approved budget adjustments for the period August 10, 2013 through October 11, 2013.

TEXAS TECH UNIVERSITY – BOARD APPROVAL ITEM
(August 10, 2013 – October 11, 2013)

Activity	Source of Funds		Expense
	Other	Income	
Board Approval			
TRIP Match		13,332,075	\$13,332,075
HB 51, 81st Texas Legislature created the Texas Research Incentive Program (TRIP) which establishes a matching fund for qualified gifts received by emerging research universities. Pursuant to the contract between Texas Tech University and the Texas Higher Education Coordinating Board (THECB), THECB will disburse to Texas Tech University \$13,332,075 matching funds to be used for research related expenditures. If the match is being applied to a gift given to establish an endowment, TTU will			

establish a quasi-endowment with the matching funds.			
Total		\$13,332,075	\$13,332,075

VII.D.2. TTUS: Approve to exceed the full-time equivalent limitation on employees paid from appropriated funds.—The Board approved to allow the identified institutions to exceed the number of full-time equivalent (“FTE”) employees paid from appropriated funds for Fiscal Year 2014 and 2015 that are authorized in Article III of the General Appropriations Act. It was also approved that the Board of Regents submit a request to the Governor and the Legislative Budget Board to grant approval for these institutions to exceed the authorized number of FTE employees paid from appropriated funds and to submit subsequent reports as required in Article IX, Section 6.10 of the General Appropriations Act.

Request to Exceed Limitation on State Employment Levels
FY 2014 – FY 2015

Institution	FTE Cap	Requested Increase	Revised FTE Level	Source of Funds
Texas Tech University (TTU)	2,579.7	300.0	2,879.7	Appropriated
Justification: TTU enrollment growth increased from 31,637 in the Fall of 2010 to 32,480 in Fall 2012. TTU is requesting additional FTEs to support faculty and student support staff as necessary to sustain enrollment growth.				
Texas Tech University Health Sciences Center (TTUHSC)	1,834.7	100.0	1,934.7	Appropriated
Justification: The TTUHSC enrollment growth increased from 3,710 in Fall 2010 to 4,370 in Fall 2012 with continued growth anticipated for Fall 2013. TTUHSC is requesting additional FTEs to support this enrollment growth.				

VII.D.3. TTUS: Approve to modify the Target Asset Allocation percentages for the Long Term Investment Fund.—The Board approved to modify the target asset allocation percentages for the long term investment fund as stated below.

	Total
Global Equity - Active	20%
Global Equity – Passive	10%
Emerging International Equity	5%
Public Equities	32% 35%

Inv. Grade Bonds - Active	
Inv. Grade Bonds - Passive	5%
Credit Strategies	15%
Emerging Markets Debt	5%
Inv. Grade Bonds - Active	
Inv. Grade Bonds - Passive	5%
Credit Strategies	15%
Emerging Markets Debt	5%
Public Debt	6% 25%
TIPS – Passive	5%
Commodities	5%
Liquid Real Assets	5% 10%
Hedge Funds Low Volatility	-
Hedge Funds Mod Volatility	-
Multi Asset/Hedged/Trading	27% 0%
Total Liquid Assets	70%
Private Equity	10%
Private Debt	8% 10%
Private Real Assets	8% 7%
Real Estate	4% 3%
Total Illiquid Assets	30%
Alpha Pool / Hedge Funds	0% 20%
Cash	-20%
Total Assets	100%

VII.D.4. TTUS: Approve amendments to Chapters 03, 06 and 11 of the Regents’ Rules.—The Board approved amendments to three chapters of the *Regents’ Rules*, including:

- Chapter 03 (Personnel)
- Chapter 06 (Institutional Advancement)
- Chapter 11 (Athletics at TTU and ASU)

The TTUS Summary of Substantive Revisions Proposed to Chapter 03 – Personnel; TTUS Amendment to Chapter 06 – Institutional Advancement; and TTUS Summary of Substantive Revisions Proposed to Chapter 11 – Athletics at TTU and ASU as presented to the Board during the presentation of this item are included herewith as Attachment No. 5, Attachment No. 6 and Attachment No. 7, respectively.

VIII. OPEN SESSION.—At approximately 10:25 am the Board continued in open session, in the Matador Room (Room 227), Second Floor, Student Union Building, 15th Street and Akron Avenue, Lubbock, Texas, to consider items as the Committee of the Whole and Meeting of the Board.

VIII.A. SCHEDULE FOR BOARD MEETINGS.—Mr. Lock presented the following schedule for future board meetings: December 12-13, 2013;

February 27-28, 2014; May 15-16, 2014; August 7-8, 2014; December 12-13, 2014.

- VIII.B. CHANCELLOR'S REPORT.—Chairman Long called on Chancellor Hance, who presented the Chancellor's Report, included herewith as Attachment No. 8.
- VIII.C. THE PRESIDENT'S REPORT, TTU.—Chairman Long called on President Nellis, who presented the President's Report, included herewith as Attachment No 9.
 - VIII.C.1 REPORT BY STUDENT GOVERNMENT ASSOCIATION, TTU.—Chairman Long called on Mr. Luke Cotton, president, Student Government Association, TTU, who presented a report from the Student Government Association, included herewith as Attachment No. 10.
- VIII.D. THE PRESIDENT'S REPORT, TTUHSC.—Chairman Long called on President Mitchell, who presented the President's Report, included herewith as Attachment No. 11.
 - VIII.D.1 REPORT BY STUDENT GOVERNMENT ASSOCIATION, TTU.—Chairman Long called on Mr. Hunter Atkins, president, Student Government Association, TTUHSC, who presented a report from the Student Government Association, included herewith as Attachment No. 12.
- VIII.E. THE PRESIDENT'S REPORT, ASU.—Chairman Long called on President May, who presented the President's Report, included herewith as Attachment No. 13.
 - VIII.E.1 REPORT BY STUDENT GOVERNMENT ASSOCIATION, ASU—Chairman Long called on Mr. Preston Wimberly, president, Student Government Association, ASU, who presented a report from the Student Government Association, included herewith as Attachment No. 14.

[NOTE: The Board took a lunch break from 11:11 am to 11:59 pm.]

- IX. EXECUTIVE SESSION.— At approximately 11:59 am, the Board recessed and convened into Executive Session as authorized by Sections 551.071 and 551.074 of the *Texas Government Code* in the Masked Rider Room (Room 220), Second Floor, Student Union Building, 15th Street and Akron Avenue.
- X. OPEN SESSION.—At approximately 3:00 pm, the Board continued in open session, in the Matador Room (Room 227), Second Floor, Student Union Building, 15th Street and Akron Avenue, to consider items as a Committee of the Whole and Meeting of the Board.

- A. REPORT OF EXECUTIVE SESSION.—Chairman Long called on Vice Chairman Anders to present motions regarding items discussed in Executive Session.

Vice Chairman Anders announced there were three motions resulting from Executive Session.

- X.A.1. Vice Chairman Anders moved that the Board authorize the TTUHSC President to execute the agreements necessary to facilitate the qualification of the Abilene School of Nursing and the Abilene School of Pharmacy addition projects for new market tax credits...including such long-term leases and acceptance of conveyances of real property as are required for such qualifications...all within the terms and parameters discussed in executive session. The motion was seconded by Regent Neal and unanimously approved by the Board.
- X.A.2. Vice Chairman Anders moved that the Board authorize an exception to *Regents' Rules* Section 03.01.8 regarding the employment of Saul Smith...under the terms and conditions set forth in Executive Session. The motion was seconded by Regent Montford and unanimously approved by the Board.
- X.A.3. Vice Chairman Anders moved that the Board authorize the Board chair to execute an employment agreement with Kent Hance...under the terms and conditions set forth in Executive Session...and that, at such time as he is no longer employed as the chancellor, Kent Hance shall become chancellor emeritus. The motion was seconded by Regent Neal and unanimously approved by the Board.

No action was taken on other matters that were discussed in Executive Session, which included:

Consultation with Attorney:

- Report and update on the status of potential and pending litigation involving the Texas Tech University System Component Institutions; and
- Report and discussion of status of El Paso hospital project negotiations

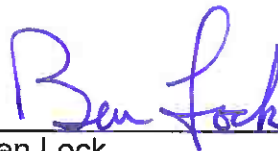
- X.B. CHAIRMAN'S ANNOUNCEMENTS.—There were no announcements.

- XI. ADJOURNMENT.—Chairman Long adjourned the meeting at approximately 3:12 pm.

INDEX OF ATTACHMENTS

Attachment 1	ASU Proposed Core Curriculum Course Listing by Foundational Component Area
Attachment 2	TTUS Prioritized Audit Plan 2014
Attachment 3	TTU Approve a Project to Renovate the University College Building and Construct a Trait Development Facility
Attachment 4	TTUS Design and Construction Review Report
Attachment 5	TTUS Summary of Substantive Revisions Proposed to Chapter 03 – Personnel
Attachment 6	TTUS Amendment to Chapter 06 – Institutional Advancement
Attachment 7	TTUS Summary of Substantive Revisions Proposed to Chapter 11 – Athletics at TTU and ASU
Attachment 8	TTUS Chancellor's Report
Attachment 9	TTU President's Report
Attachment 10	TTU SGA President's Report
Attachment 11	TTUHSC President's Report
Attachment 12	TTUHSC SGA President's Report
Attachment 13	ASU President's Report
Attachment 14	ASU SGA President's Report

I, Ben Lock, the duly appointed and qualified Secretary of the Board of Regents, hereby certify that the above and foregoing is a true and correct copy of the Minutes of the Texas Tech University System Board of Regents meeting on October 11, 2013.



Ben Lock
Secretary

SEAL