MINUTES OF THE MEETING
UNIVERSITY OF HOUSTON SYSTEM
SPECIAL CALLED
BOARD OF REGENTS MEETING

June 23, 2009

The Chair of the Board, Welcome W. Wilson, Sr., convened the meeting of The University of Houston System Board of Regents in the Melcher Board Room 100B, Athletics/Alumni Center, 3100 Cullen Boulevard, University of Houston, on Tuesday, June 23, 2009. The following board members were in attendance: Welcome W. Wilson, Sr., Chair; Lynden B. Rose, Vice Chair; Jim P. Wise, Secretary; Regents Nelda Luce Blair; Dennis D. Golden, O.D.; Jacob M. Monty; Carroll Robertson Ray; Calvin W. Stephens, and Kristen Lindley. Regent Mica Mosbacher was unable to attend. Noting the presence of a quorum, Chairman Wilson called the meeting to order at 2:05 p.m.

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The following action items were presented to the Board for consideration:

Action Items:

1. Personnel Action for an Executive Management Employee – UH-Clear Lake

   In accordance with Board Policy 57.10, Dr. John Antel, Senior Vice Chancellor of Academic Affairs and Provost requested approval of Dr. Zbigniew Czaijkiewicz, as the Dean of the School of Science and Computer Engineering at the University of Houston-Clear Lake, effective September 1, 2009.

Regent Carroll Robertson Ray moved Board approval of this item. Regent Nelda Luce Blair seconded the motion, which passed unanimously.

2. Approval of FY2010 Academic Tuition and Fee Changes – UH System

   Chancellor Khator introduced this item and asked Dr. Antel to make the presentation on the tuition and fees recommendations.

   Dr. Antel stated that a general process was used at each campus for development of the FY2010 tuition and fees recommendations. Below is a summary of his power-point presentation.

   1. The tuition and fees development process was outlined:
      - Requests for resources from academic and administrative divisions;
      - Tuition and fee development with the participation of student government, faculty, staff, and senior administration;

- Public forums to present planned increases to students, faculty and staff; and
- Final approval by campus president.

2. Costs Factors were outlined:
   - The Higher Education Price Index for 2009 increased by 2.5%;
   - Endowment income reductions even after using available fund balances ($2.9 million) is substantial at $10.3 million. This will continue for several years.
   - State formula funding covers past growth (FY2008 and FY2009), not future growth (FY2010 and FY2011).
   - Campuses have reallocated resources to achieve Board of Regents approved goals.
3. Student Support was addressed:
   - Financial aid increase of $6.0 million included. FY2009, financial aid (excluding loans) is 30% tuition and fees - $115 million.
   - Cougar Promise (tuition and fee waiver) family income ceiling to $40,000 (UH).
   - More discounted courses, particularly in summer (UH).
   - Greater promotion of $3,000 discount 4-year graduation contract (UH).
   - Greater promotion of available scholarship programs.
4. Tuition and Fee changes for a 12-hour resident undergraduate student for each UH System campus is outlined below:
   - University of Houston – 3.95% increase - $131.00 to $3,460;
   - UH-Clear Lake – 3.30% increase - $80.00 to $2,474;
   - UH-Downtown – 4.80% increase - $101.00 to $2,205; and
   - UH-Victoria – 3.40% increase - $72.00 to $2,190.
5. 30-credit hour academic year comparison was given of the University of Houston peer institutions and the 12-credit hour semester University of Houston Texas peers.

The UH System operating budget sources for FY2009 was discussed at length. After the FY2010 budget changes were addressed for each of the UH System institutions by the regents and administration and numerous questions were brought forward, Regent Jim P. Wise moved Board approval to adopt the 3.95% increase in tuition and fees for FY2010 as set out in the schedule attached to today's Board agenda as pages BOR 2.1 – BOR 2.10 and published as part of the notice of this Special Called Board of Regents Meeting of the University of Houston System Board of Regents. Regent Calvin W. Stephens seconded the motion and the item was approved by the majority of the regents in attendance. Regent Dennis D. Golden, O.D. and Regent Lynden B. Rose voted against the approval of this item.

A complete copy of this presentation has been filed in the Board office.

Chairman Welcome W. Wilson, Sr. introduced the last item on the agenda, Regent Expenses – UH System. He outlined the procedures used by the Board office pertaining to travel-related expenses such as hotel accommodations, car rentals and air fare. These expenses are paid by the Board office for regents' travel. All other travel-related expenses such as regents' meals, taxis, and other miscellaneous expenses should be paid

by the regent traveling, and when appropriate, submitted to the Board office for reimbursement.

This item was for information only and required no board action.

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Pursuant to Subchapter D of Chapter 551 of the Texas Government Code, which allows governing boards to meet in closed session, the Board of Regents went into Executive Session at 3:38 p.m. The Board reconvened the meeting at 4:56 p.m.

EXECUTIVE SESSION REPORT

Chairman Wilson reconvened the Board meeting at 4:56 p.m. and stated Mr. Don Guyton, Chief Audit Executive, had given an update on Internal Audit issues. There was no Board action taken in Executive Session.

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INFORMATION ONLY

Chairman Wilson stated that due to the significance of the FY2010 Academic Tuition and Fee Changes – UH System item being presented, an exception would be made and the floor would be open for a limit of 15 minutes for public comments. Five individuals had addressed the board in Open Forum:

1. Sam Dike, Past President of the Student Government Association, University of Houston
2. Alexander Obregon, Speaker of the Student Body Senate, University of Houston Student Government Association
3. Stephen Quezada, first year law student at the University of Houston Law Center
4. Kenneth Fomunung, President of the Student Government Association, University of Houston
5. Andree Evans, a student at the University of Houston

There being no further business to come before the Board, the meeting adjourned at 5:02 p.m.

All documentation submitted to the Board in support of the foregoing action items, including but not limited to “Passed” agenda items and supporting documentation presented to the Board, is incorporated herein and made a part of these minutes for all purposes; however, this does not constitute a waiver of any privileges contained herein.

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Others Present:

Renu Khator	Tom Ehardt	Michelle Dotter
Carl Carlucci	Rob Sheridan	Ed Apodaca
John Antel	Alexander Obergon	Stephen Quezada
Dona Cornell	Jonas Chin	Sam Dike
Don Birx	Barbara Stanley	David Maddox
Elwyn Lee	Carl Stockton	Craig Ness
Michael Rierson	Wayne Beran	Margie Hattenbach
Spencer Moore	Kenneth Fomunung	Molly Woods
Don Guyton	Diane Murphy	Malcolm Davis
Ed Hugetz	Michelle Sabino	Russell Lyman
David Bell	Mike Emery	Eric Gerber
Sharon Tauver	Andree Evans	Jeannie Kever
Chris Stanich	Ed Jones	Jon Aldrich
Marquette Hobbs	Gerry Mathisen	