MINUTES
UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS MEETING

Tuesday, August 17, 2010 – The members of the Board of Regents of The University of Houston System convened at 8:32 a.m. on Tuesday, August 17, 2010, at the Hilton University of Houston, Waldorf Astoria Ballroom E, Second Floor, 4800 Calhoun, Houston, Texas, with the following members participating:

ATTENDANCE –

Present	Absent
Welcome W. Wilson, Sr., Chairman	Jarvis V. Hollingsworth, Regent
Jim P. Wise, Vice Chair	
Nelda Luce Blair, Secretary	
Nandita V. Berry, Regent	
Tilman J. Fertitta, Regent	
Jacob M. Monty, Regent	
Mica Mosbacher, Regent	
Carroll Robertson Ray, Regent	
Andrew Cobos, Student Regent, nonvoting	

In accordance with a notice being timely posted with the Secretary of State and there being a quorum in attendance, Chairman Wilson called the meeting to order.

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AGENDA ITEMS

Before the meeting got underway, Chairman Wilson introduced and welcomed Dr. John W. Roberts, who was appointed as the new dean of the College of Liberal Arts and Social Sciences at the Board of Regents meeting on May 18, 2010. Dr. Roberts was unable to attend that meeting when his appointment was confirmed so on behalf of the Board of Regents, Chairman Wilson personally welcomed Dean Roberts to the University.

After the brief introduction of Dean Roberts, Chairman Wilson introduced the first item on the August 17, 2010 agenda.

1. Approval of Minutes – Item C:

On motion of Regent Mosbacher, seconded by Regent Blair and by a unanimous vote of the regents present, the following minutes from the meetings listed below were approved:

- February 16, 2010, Board of Regents Meeting
- May 18, 2010, Board of Regents Meeting

At 8:47 a.m. the Board of Regents meeting was recessed for a special event which honored Chairman Wilson for his tenure on the Board. The festivities included a presentation of a Frontiersman jacket from Craig Rickard, President and Frank Glass, who was one of the original founders of this organization on campus along with Regent Wilson. Chairman Wilson's family presented him with a cowboy hat and the newly-elected Chair of the Board Carroll Robertson Ray, whose term as chair will become effective September 1, 2010, honored the chairman with a pair of boots monogrammed with his initials and UH logo. Chancellor Khator presented Chairman Wilson with a beautiful photo book which detailed his tenure on the board as a token of her appreciation.

The Board of Regents meeting reconvened at 9:23 a.m.

The Vice Chair of the Board, Jim P. Wise introduced the next item on the agenda, the Resolution of Appreciation – Welcome W. Wilson, Sr. – University of Houston System – BOR-1

Regent Wise read the Resolution of Appreciation for Chairman Wilson, who was appointed to the Board of Regents in April 2006 and has served with exceptional distinction as Chairman of the Board of the University of Houston System from September 1, 2007 through August 31, 2010. Below is a summary of his remarks:

- Welcome W. Wilson, Sr. was appointed to the University of Houston System Board of Regents by Governor Rick Perry in April 2006 for a term ending in August 2011;
- Has served with exceptional distinction as Chairman of the Board for three consecutive years;
- Continues to be an indefatigable and committed advocate on behalf of the four University of Houston universities, bringing the case for support before the Texas Legislature and the private, corporate, civic, and philanthropic sectors;
- Continues to be one of his alma mater's most devoted, visible, active, and supportive alumni, giving dozens of speeches throughout the community and participating in innumerable student, faculty, staff, and alumni functions on the University of Houston campus;
- Inspired the fundraising campaign to name the Jack J. Valenti School of Communication at the University of Houston in memory and recognition of fellow UH alumnus and life-long friend;
- Worked tirelessly in support of Tier One state funding for the University of Houston as his role as Co-Chair of the state-wide Texans for Proposition Four, the group that advocated for the successful passage of a constitutional amendment that created a special fund foı the state's seven emerging research universities, including the University of Houston; and
- Has kept "student success" as the overarching priority when making the tough decisions that involve the delicate linkages between budgets, tuition, and admissions requirements, among others, with the goal of preserving student success and diversity, affordability, and academic excellence.

On motion of Regent Blair, seconded by Regent Ray and by a unanimous vote, the Resolution in Appreciation for Welcome W. Wilson, Sr. was approved.

Chairman Wilson introduced the next item on the agenda, the Swearing-in Ceremony of Andrew Cobos, the newly appointed student regent.

Mr. Cobos was appointed by Governor Rick Perry effective June 1, 2010. He was born in El Paso, Texas and currently resides with his wife, Casie in Tomball, Texas. Mr. Cobos attended Burges High School in El Paso and went on to earn his Bachelor of Science degree from the United States Military Academy at West Point in 2003. He is currently enrolled in the Doctor of Jurisprudence/Master of Business Administration duel-degree program from the University of Houston Law Center and Bauer College of Business and plans to graduate in May 2011. Subsequently, he plans to seek a Master of Science in Finance degree from the Bauer College of Business.

At the University of Houston, Mr. Cobos serves as the Alumni Relations Editor for the Houston Journal of International Law and participated on the 2009-2010 Appellate Lawyers Association Moot Court team.

Prior to attending the University of Houston, Mr. Cobos served as a Captain on active duty in the United States Army. During his five-years of service, he deployed twice to Iraq and served as a Platoon Leader and Executive Officer. Among other military decorations, Mr. Cobos was awarded the Bronze Star Medal for meritorious service.

Mr. Cobos is the fifth student regent appointed to the University of Houston System Board of Regents and will serve a one-year term from June 1, 2010 through May 31, 2011.

This item did not require Board action.

The following Committee Reports were addressed by the Board.

Academic and Student Success Committee Report

The following items were considered and approved by the Academic and Student Success Committee on Tuesday, August 10, 2010 and were presented to the full board for consideration. Chairman Wilson introduced each item and called on the Chair of the Committee, Carroll Robertson Ray, for her comments after each item was introduced.

1. Promotion in Academic Rank – University of Houston System – A&SS-1

   Regent Carroll Robertson Ray, Chair of the Academic and Student Success Committee stated the committee had approved this item and was pleased to present this item to the Board for final approval. Regent Ray mentioned she was happy to hear all of the conversation concerning the many elements that go into the faculty promotions and stated the committee had a discussion on the matter.

On a motion from Regent Ray, seconded by Regent Wise and by a unanimous vote from the board members present, the Promotion in Academic Rank – University of Houston System was approved.

2. Faculty Emeriti Appointments – University of Houston, University of Houston-Clear Lake, University of Houston – Victoria – A&SS-2

   Regent Ray stated the committee addressed this item and recommended final Board approval.

On motion of Regent Wise, seconded by Regent Monty and by a unanimous vote of the regents present, the Faculty Emeriti Appointments – University of Houston, University of Houston-Clear Lake and the University of Houston-Victoria was approved.

3. 2010 – 2011 Staff Holiday Schedule – University of Houston – A&SS-3

   Regent Ray commented the committee reviewed this item and recommended final Board approval.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the 2010 – 2011 Staff Holiday Schedule – University of Houston was approved.

4. Approval of Appointment of Interim Vice President for Academic Affairs and Provost, University of Houston-Downtown – A&SS-4

   Regent Ray stated the committee recommended the Board approve and ratify the appointment of Dr. Michael Dressman as the Interim Vice President for Academic Affairs and Provost at the University of Houston-Downtown.

On motion of Regent Berry, seconded by Regent Blair and by a unanimous vote of the regents present, the Board approved and ratified the appointment of Dr. Michael Dressman as Interim Vice President for Academic Affairs and Provost at the University of Houston-Downtown effective July 1, 2010.

5. Approval of Appointment of Vice President of University Advancement and External Affairs – University of Houston-Downtown – A&SS-5

   Regent Ray commented the committee had heard the recommendation that Ms. Johanna Wolfe be named as the Vice President of University Advancement and External Affairs at the University of Houston-Downtown and requested final Board approval. Ms. Wolfe previously served as Assistant Vice President for Advancement and External Affairs at the University of Houston prior to her recent appointment which became effective August 2, 2010.

On motion of Regent Blair, and seconded by Regent Ray and by a unanimous vote of the regents present, the Board approved and ratified the appointment of Ms. Johanna Wolfe as Vice President of University Advancement and External Affairs at the University of Houston-Downtown.

6. Approval of Appointment of Interim Vice Chancellor/Vice President for Research and Technology Transfer – University of Houston – A&SS-6

   Regent Ray stated the committee recommended the Board approve and ratify the appointment of Dr. Stuart A. Long as the Interim Vice Chancellor/Vice President for Research and Technology Transfer at the University of Houston.

On motion of Regent Ray, seconded by Regent Blair and by a unanimous vote of the regents present, the Board approved and ratified the appointment of Dr. Stuart A. Long as Interim Vice Chancellor/Vice President for Research and Technology Transfer at the University of Houston effective August 2, 2010.

7. Approval of delegation of authority to the Chancellor or her designee to certify to the Texas Higher Education Coordinating Board that the University of Houston System Board of Regents has approved degree or certification program – University of Houston System – A&SS-7

   Regent Ray stated the committee had unanimously approved this item and recommended final Board approval.

On motion of Regent Ray, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor or her designee to certify to the Texas Higher Education Coordinating Board that the University of Houston System Board of Regents has approved degree or certification program was approved.

8. New Master of Science Degree in Petroleum Completion and Well Intervention Engineering at the University of Houston – A&SS-8

   Regent Ray stated the committee had approved this item and recommended final Board approval. This is one step towards making us a major energy university, said Regent Ray.

On motion of Regent Ray, seconded by Regent Blair and by a unanimous vote of the regents present, the New Master of Science Degree in Petroleum Completion and Well Intervention Engineering at the University of Houston was approved.

9. New Master of Science Degree in Petroleum Well Design Engineering at the University of Houston – A&SS-9

   Regent Ray stated the committee had approved this item and recommended final Board approval. As mentioned earlier, this step brings us closer to becoming a major energy university.

On motion of Regent Ray, seconded by Regent Blair and by a unanimous vote of the regents present, the New Master of Science Degree in Petroleum Well Design Engineering at the University of Houston was approved.

Facilities, Construction and Master Planning Committee Report

1. Approval is requested to approve a revised Committee composition and Committee Policy for the System-wide Art Acquisition Committee – University of Houston System – FCMP-1

   Chair of the Committee, Nelda Luce Blair stated this was a comprehensive policy discussed by the committee and recommended final Board approval.

On motion of Regent Blair, seconded by Regent Ray and by a unanimous vote of the regents present, the approval to revise the Committee Composition and Committee Policy for the System-wide Art Acquisition Committee (SWAAC) was approved.

2. Approval of University Center Addition (Phase I) site, scope and program – University of Houston – FCMP-2

   Regent Blair stated this item was heavily discussed by the committee and unanimously approved. It is expected that more information will be coming back to the committee but the site, scope and program; however, was approved and recommended final Board approval.

On motion of Regent Blair, seconded by Regent Ray and by a unanimous vote of the regents present, the approval of the University Center Addition (Phase I) site, scope and program was approved.

Endowment Management Committee Report

1. Approval to liquidate The Conrad N. Hilton Quasi Endowment for Facility Improvement – University of Houston System – EM-1

   The Chair of the Committee, Jarvis V. Hollingsworth, was unable to attend the meeting. Vice Chair of the Committee, Carroll Robertson Ray commented the committee recommends final Board approval of this proposal and stated this endowment had been in place throughout the capital improvements of the hotel and the committee concurred that it was appropriate to release those funds for the use of the university to add and enhance its improvements.

On motion of Regent Ray, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to liquidate The Conrad N. Hilton Quasi Endowment for Facility Improvement was approved.

Finance and Administration Committee Report

1. Approval is requested to delegate authority to the Chancellor to negotiate and execute extension to the contract (K-09-003700) with Sempra Energy Solutions for providing electricity to all UHS components – University of Houston System – F&A-1

Chair of the Committee, Jim P. Wise stated the committee had discussed this item and recommends final Board approval.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute extension to the contract (K-09-003700) with Sempra Energy Solutions for providing electricity to all UHS components was approved.

2. Approval is requested to delegate authority to the Chancellor to negotiate and execute an interlocal agreement with the Region VIII Education Service Center for the System – University of Houston System – F&A-2

   Regent Wise commented the committee had approved this item and recommends final Board approval.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute an interlocal agreement with the Region VIII Education Service Center for the System was approved.

3. Approval is requested to delegate authority to the Chancellor to create an alternative deferred compensation arrangement for certain employees under the Internal Revenue Code Section 415m – University of Houston System – F&A-3

   The General Counsel for the University of Houston System, Dona Cornell had presented this item to the committee and the committee recommended it be forwarded to the Board for final approval. This is an alternative compensation arrangement in order to maximize tax advantages for employees who are covered under this plan.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to create an alternative deferred compensation arrangement for certain employees under the Internal Revenue Code Section 415m was approved.

4. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts up to $44,200,000 for the design and construction of the University Center Addition (Phase I) and design of the existing University Center Transformation (Phase II) Project – University of Houston – F&A-4

   Regent Wise stated the committee had discussed this item at length and supports this project. Once completed, this project will cost approximately $80.0 million for both phases. However, Regent Wise emphasized that the cost for both phases would not go over $80.0 million. Bonds will be issued to support this initiative as well as student fees that had been previously approved by the student government association, the legislature and the board. The

new building will be constructed first (Phase I) with an estimated cost of up to $44,200,000 being used for the design and construction of this phase. Any remaining dollars up to the $80.0 million total would then be used for the rehab of the existing University Center Transformation (Phase II) but would not exceed the $80.0 million total. Regent Blair also stated that the Facilities, Construction and Master Planning Committee had discussed this item at length and agrees with the recommendation of the committee.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute contracts up to $44,200,000 for the design and construction of the University Center Addition (Phase I) and design of the existing University Center Transformation (Phase II) Project was approved.

5. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts up to $2,500,000 for University of Houston Modular Office Park at the University of Houston Energy Research Park – University of Houston – F&A-5

   Regent Wise stated this is a facility which would house general purpose offices with modular furniture systems, IT, rest rooms and other support systems, as well as being used to relocate personnel temporarily while renovating the Energy Research Park Buildings 2 and 3A. The committee recommended final Board approval.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute contracts up to $2,500,000 for University of Houston Modular Office Park at the University of Houston Energy Research Park was approved.

6. Approval is requested to delegate authority to the Chancellor to negotiate and execute extension to the contract (K-07-00160) with Today's Business Solutions for providing office supplies to the University of Houston – F&A-6

   The committee heard a presentation on this issue and Regent Wise stated the committee approved this item and recommends final Board approval.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute extension to the contract (K-07-00160) with Today's Business Solutions for providing office supplies to the University of Houston was approved.

7. Approval is requested to delegate authority to the Chancellor to negotiate and execute a contract for copier service to the University of Houston – F&A-7

   This item was addressed by the committee and Regent Wise stated this was a three-year contract with a three-year extension for copier service. Xerox Corporation had won the bid for this service. The university has approximately 360 copiers and spent approximately $1.4 million on copier service in FY 2009. Savings are expected from negotiating lower prices and

using one vendor will provide UH management with better information on copier use to help identify additional opportunities to reduce cost and increase productivity.

On motion of Regent Wise, seconded by Regent Blair and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute a contract for copier service to the University of Houston was approved.

8. Approval is requested to delegate authority to the Chancellor to negotiate and execute an asset purchase agreement and a management agreement, up to $10 million, related to the purchase of a radio station for use by KUHF – University of Houston – F&A-8

   Regent Wise stated this item is for the purchase of an additional radio station for use by the university. No university funds will be used for this purchase. The University of Houston would make a loan from bond proceeds. This purchase will result in there being two radio stations owned by the Unversity, one solely devoted to news and one to classical music. With the additional station, Houston will no longer be the only major city in the United States that does not have a station devoted solely to classical music. Existing KUHF would then be devoted to NPR news and information, 24-hours a day. The belief is that this will enhance our community outreach and further the mission of the university. In addition to that, there would be a significant fundraising benefit. This would be approximately a four-year payout which is very reasonable for any kind of investment and the committee approved it with one committee no-vote.

   A lengthy discussion of this item followed and several questions and issues were raised by various members of the Board. In particular, board members asked questions concerning the economic feasibility of the purchase, the long-term viabilitiy to radio as a medium of public communication, and suitability of radio station ownership to the mission of the university.

After the issues were discussed, Chairman Wilson then called for the final vote of the Board members present. On motion of Regent Wise, seconded by Regent Ray and by a majority vote of the Board members present, the approval to delegate authority to the Chancellor to negotiate and execute an asset purchase agreement and a management agreement, up to $10 million, related to the purchase of a radio station for use by KUHF was approved. For the record, Regent Nelda Blair, Regent Tilman Fertitta and Regent Wilson were the remaining regents who voted "for" this item; while Regent Nandita Berry, Regent Jacob Monty and Regent Mosbacher voted "no." Regent Hollingsworth was not in attendance.

9. Approval is requested to delegate authority to the Chancellor to negotiate and execute contracts associated with the sale of The University's Working Interest in Southwestern Energy Newsome Unit No. 1, Well No. 5 – University of Houston – F&A-9

   The committee had discussed this item and Regent Wise stated the committee recommends final Board approval.

On motion of Regent Wise, seconded by Regent Ray and by a unanimous vote of the regents present, the approval to delegate authority to the Chancellor to negotiate and execute contracts associated with the sale of The University's Working Interest in Southwestern Energy Newsome Unit No.1, Well No. 5 was approved.

Audit and Compliance Committee Meeting Report

1. UHS Internal Auditing Department Long-Range Internal Audit Plan, for Fiscal Years 2011-2013 – University of Houston System – AUDIT-1

   Chair of the Committee, Jacob Monty, stated the committee had heard a report from the Chief Executive Officer, Don Guyton and approved this item and recommended final Board approval.

On motion of Regent Monty, seconded by Regent Mosbacher and by a unanimous vote of the regents present, the UHS Internal Auditing Department Long-Range Internal Audit Plan for Fiscal Years 2011-2013 was approved.

Board of Regents Items

1. Approval of Appointment of Interim President of the University of Houston-Victoria – BOR-2

   Chancellor Khator introduced Dr. Don Smith, who was appointed as the Interim President of the University of Houston-Victoria effective August 16, 2010.

On motion of Regent Ray, seconded by Regent Wise and by a unanimous vote of the regents present, the approval of the appointment of Dr. Don Smith as the Interim President of the University of Houston-Victoria was approved.

2. Report regarding Legislative Appropriations Requests for the 81st Legislature – University of Houston System – BOR-3

   Carl Carlucci introduced this item and commented that Grover Campbell, Vice Chancellor for Governmental Relations would give a summary of the University of Houston System universities' preliminary Legislative Appropriations Requests (LAR's) which were submitted on August 16, 2010 as required by the Legislative Budget Board. A briefing was given to the board on this process.

   This item was for information only. A complete copy of the powerpoint presentation presented was filed in the Board office.

3. Review of working document exemplar of campus master plan for University of Houston-Victoria – BOR-4

Dr. Carlucci introduced this item to the board for information. He stated that this was a follow-up on the presentation that was given to the board at the June Board Retreat, which addressed the development of enrollment and research projections. This report would give the estimated revenue and expenses that would result from those projections. Tom Ehardt, Associate Vice Chancellor for Finance presented this summary in the form of an exemplar working document based on preliminary data from the University of Houston-Victoria.

Powerpoint presentations were given on this issue and a complete copy of each presentation was filed in the Board office. This item was for information only and required no board action.

4. Update to the Board by UH Faculty Senate President on the ongoing Faculty Senate activities and initiatives for the upcoming year – University of Houston – BOR-5

Dr. Mark Clarke, President of the University of Houston Faculty Senate gave brief remarks to the board and below is a summary of his comments.

- Congratulated the university as a whole and the board of regents, specifically, for their foresight in authorizing the construction of Cougar Village. The opening ceremony was held yesterday, August 16, 2010, and Dr. Clarke endorsed the Provost's position that this was a milestone in our continued march toward TierOne.
- The faculty endorsed the Faculty-in-Residence Program, a program designed to enhance the living and learning experience offered not only to freshmen in the new facility but to juniors and seniors in Moody Towers.
- Under the leadership of Dr. Elwyn Lee, Vice Chancellor for Student Affairs, whose area has worked diligently over the summer to make this program a reality, the Faculty Senate will continue to support this program and will continue to be actively involved in helping to nominate and select those faculty most suited for this truly unique role in helping to shape our future Cougars.
- The Faculty Senate remains committed to enhancing student success at the university. The newly formed Center for Teaching Excellence, which Dr. Dan Wells, Past President of the UH Faculty Senate touched upon earlier, has ambitious agendas focused on several areas:
  - Development of a comprehensive CTE website;
  - Provide monthly faculty enrichment, training and development venues;
  - Enhance TA training and performance;
  - Provide Incentives for excellence in teaching;
  - Encourage research and external grant proposal development; and
  - Provide advocacy and new resource development.
- The Faculty Senate thanked the administration for its support for this new initiative. The partnership the Faculty Senate and administration share as a collaborative effort will bring us closer to achieving TierOne status.
- Over the summer, the Faculty Senate worked diligently with IT and the Provost's Office to ensure that the HB2504, which requires the online public posting of the instructor of record, CDs and all undergraduate syllabi, as well as costs of attendance is carried out. The online reporting mechanisms are now in place and fully functional; and more importantly, the faculty is fully informed of the requirements and the procedures for completing this task.

- Teaching Excellence Awards was addressed. Faculty Senate is currently in the process of finalizing the process for these awards.
- Faculty merit raise processes are complete. Faculty-based merit increases should stand up to the scrutiny of not only the administrators but to the faculty-at-large. With this in mind, the Faculty Senate enthusiastically supports the administration's stance that the process for rewarding faculty-based merit salary increases should be open and transparent; and that such merit raises should be of public record and based on performance.

Dr. Clarke also thanked Regent Wilson for his outstanding leadership as Chairman over the past three years and for his and the board's support of the Faculty Senate.

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

Chairman Wilson requested a recess of the Board meeting at 11:00 a.m.

At 11:20 a.m., the Chairman reconvened the Board meeting and moved to the next item on the agenda, Item E, Update regarding Tier One – Moving the Needle in Research and Graduation Rates – University of Houston – BOR-6.

Chairman Wilson welcomed Dr. Stuart Long, the Interim Vice Chancellor for Research, who gave a brief introduction of his background since he joined the University of Houston. Dr. Long is a professor in the Department of Electrical and Computer Engineering and an Associate Dean for Undergraduate Research in the Honors College. He has been at the University of Houston for 36 years and among his many accomplishments, he has won the Inaugural University Career Teaching Award in 2009 and the Esther Farfel Award in 2010 which is the highest award that goes out to the faculty. He holds a BA, MEE from Rice University and a PhD from Harvard University.

Dr. Long presented a powerpoint update on the Division of Research at the University of Houston. Below is a brief summary of his remarks on Electromagnetics Research:

- This area successfully developed the microstrip antenna in the 1970's and 1980's;
- First used by the military on artillery shells; and
- Today used in cell phones and other wireless communication devices.
- In the 1980's and 1990's developed first dielectric resonator antenna which was useful for their greater efficiency at high frequencies; and
- Used in military communications systems and wireless networks.

Approximately 8 years ago, Dr. Long began some work on educational research in science and engineering. Dr. Long, along with his colleague Chris Clayton, developed an entire program in the College of Engineering which looked at expanding the number of students that were majoring in science and engineering at the University of Houston. A number of grants have been received from the National Science Foundation for this program. Listed below are just a few of the educational programs being offered:

- GRADE Camps – week-long robotics day camp for 8^{th} to 12^{th} grade girls;
- STEP Forward – Engineering residential camp for high school students;

- REU (Research Experiences for Undergraduates) – Summer program for students from other universities.

As Associate Dean of Undergraduate Research at the University of Houston, three major programs are offered:

- Summer Undergraduate Research Fellow (SURE-UH);
- Provost's Undergraduate Research Scholarship (PURS); and
- Senior Honors Thesis Program.

Dr. Long stated the Office of Undergraduate Research supports undergraduates from all colleges and disciplines and approximately $300,000 has been given out to students to get them involved in research.

Tier One Research Strategy was addressed. Dr. Long stated it is difficult to produce the needed increase in research funding by just getting more of the usual single-investigator grants. He placed a new emphasis on proposals for larger, more comprehensive grants and contracts and the need to have more projects over $1 million with multi-investigators and multi-disciplinary.

The total number of awards over $1 million has increased over the last few years. The total through July 2010 is $102.4 million, a 9% increase from FY2009's total of $93.6 million.

Total expenditures have also increased. Total expenditures through July 2010 totals $78.8 million, a 12% increase from $70.6 million in FY2009.

Dr. Elaine Charlson, Executive Associate Vice Chancellor for Academics and Faculty Affairs, addressed the issue of raising the graduation rate. The implementation of PeopleSoft gave us the opportunity to become a more data-driven operation. Dr. Charlson discussed the 549 Project, which had identified students (549 of them) who had not graduated in 2004 but had accumulated enough hours that it was possible for them to graduate within the 6-hour window. The names of these students were distributed among the colleges, who then called and reminded them of how close they were to graduating; made appointments with them; referred some of them to financial aid; and offered them help where needed. The results of this effort were that 268 of the 549 students graduated in time to be counted towards our graduation rate.

Efforts are now being made to work with the incoming freshmen, advising them along the way to see that they get off to a good start. The incoming freshmen are now called the Class of 2014 with the expectation that they will graduate in 4 years. Below are a couple of the initiative highlights addressed by Dr. Charlson:

- JUMP Program – students can participate by taking two courses in the summer semester for half price;
- Graduation Pledge – gives a student the financial reward over a three-year period of $3,000 (completing 30 hours each year in order to graduate in 4 years).

A discussion followed regarding these initiatives. The Board congratulated the administration on the progress made in graduation rates. This item was for information only and required no Board action. A complete copy of Dr. Long's and Dr. Charlson's powerpoint presentations were filed in the Board office.

Vice Chair of the Board, Jim Wise stated that the next item, Item F – Approval is requested of the Proposed Revisions to the UH System Board of Regents Bylaws – University of Houston System – BOR-7 would be addressed later in the meeting upon the return of Chairman Wilson, and moved to the next item, Item G – Proposed Calendar of Dates for the FY2010-FY2011 UH System Board of Regents Committee/Board Meetings – University of Houston System – BOR-8.

Regent Wise requested approval of the proposed Committee/Board calendar dates for the FY2010-FY2011 meetings.

On motion of Regent Ray, and seconded by Regent Blair and unanimously approved by the regents in attendance, the proposed calendar of dates for the FY2010-FY2011 UH System Board of Regents Committee/Board meetings was approved.

Item H – Approval of the Current Board of Regents Planner for FY2011 – University of Houston System – BOR-9 was introduced by Vice Chair Wise.

Regent Wise stated that the Board of Regents Planner sets forth items that require action by the Board or reports from management to address the provisions of the statutes, Board bylaws and policies, or other requests of the Board. The planner schedules the action or report and designates the administrative responsibility for each item. This planner is submitted for approval each August and the Board of Regents office is responsible for assuring the items are presented to the board at the appropriate meetings.

On motion of Regent Wilson, and seconded by Regent Ray and unanimously approved by the regents in attendance, the approval of the current Board of Regents Planner for FY2011 was approved.

The Board of Regents meeting recessed at 12:05 p.m. for lunch. The Chairman reconvened the Board meeting at 1:10 p.m.

Chairman Wilson introduced the next item on the agenda, Item F – Approval is requested of the Proposed Revisions to the UH System Board of Regents Bylaws – University of Houston System – BOR-7.

Chairman Wilson went through each section of the bylaws where a proposed change was suggested. Below is a breakdown of each area detailing the current bylaw and the one approved by the Board. Per Board policy 01.03, the UH System Board of Regents Bylaws are reviewed every six years with the next complete review scheduled in FY 2016.

Current Policy – 4.1

Officers: The officers of the board shall consist of a chair, a vice chair, and a secretary who shall hold office for a term of one year from September 1, through August 31, or until his or her successor has been elected. No board member shall serve more than two consecutive terms as chair *without the vote of six board members*[1].

[1]On motion of Regent Ray, seconded by Regent Mosbacher and by the majority of the regents in attendance, the language "*without the vote of six board members* was deleted from Section 4.1 Officers. Regent Blair and Regent Wilson opposed this ruling.

The following sentence was suggested as an addition to Section 4.1 Officers – "*The vote for officers will be by ballot and no motions for acclamation will be heard until a ballot has been taken*"[2].

[2]On motion of Regent Ray, seconded by Regent Mosbacher and by a majority of the regents in attendance, the language "*The vote for officers will be by ballot and no motions for acclamation will be heard until a ballot has been taken.*" was not approved. Regent Blair and Regent Wilson opposed this action.

The final approved bylaw change to Section 4.1 – Officers reads:
The officers of the board shall consist of a chair, a vice chair, and a secretary who shall hold office for a term of one year from September 1 through August 31, or until his or her successor has been elected. No board member shall serve more than two consecutive terms as chair.

Current Policy – 4.2 - Election

Officers shall be elected at the regular meeting of the board in June[3]. A Nominating Committee of three (3) regents, one (1) representing each regental class, shall be appointed by the chair at the regular meeting of the board in April. Election shall be by ballot or, with the approval of all regents present, by voice vote. A majority of votes cast by those present shall be required for election.

[3] On motion of Regent Mosbacher, and seconded by Regent Blair and by a unanimous vote of the regents in attendance, the June date was changed to reflect "*August.*"

The final approved bylaw change to Section 4.2 – Election reads:
Officers shall be elected at the regular meeting of the board in August. A majority of votes cast by those present shall be required for election.

Current Policy – Section 5 – Committees of the Board

5.1 – Executive Committee

5.1.1 The executive committee shall consist of the chair, vice chair, secretary, and, if he or she is still serving as a regent, the immediate past chair of the board. Three members shall constitute a quorum.

The executive committee shall:

a) exercise the powers of the board when action is required and a board meeting cannot be conveniently scheduled;
b) report all actions taken on behalf of the board at the next regular or special board meeting;
c) keep a separate record of executive committee proceedings and submit that record for inclusion in the official record of the board at the next regular or special board meeting;
d) annually review the performance of the chancellor, the internal auditor, and the performance reports on the general officers presented by the chancellor; and
e) consider and approve any other matters that arise concerning the Board.

This section was rewritten. On motion from Regent Blair, seconded by Regent Ray and unanimously approved by the regents in attendance, Section 5.1 – Executive and Compensation Committee was approved as submitted. Below is a copy of the new bylaw.

Section 5 - Committees of the Board

5.1 - Executive and Compensation Committee

5.1.1 The executive and compensation committee shall consist of the chair, vice chair, secretary, and, if he or she is still serving as a regent, the immediate past chair of the board. Three members shall constitute a quorum.

The executive and compensation committee shall:

a) exercise the powers of the board when time is of the essence and a quorum of the board cannot be reasonably and practically established;
b) annually review the performance of the chancellor, the internal auditor, and the performance reports on the general officers presented by the chancellor; and
c) keep a separate record of executive committee proceedings and submit that record for inclusion in the official record of the board at the next regular or special board meeting;
d) report all actions taken on behalf of the board at the next regular or special board meeting or sooner if practicable.
e) act as executive compensation committee to oversee the evaluation and assessment of General Officers and any other compensation contract of $1,000,000 or more in one fiscal year.

Current Policy – Section 5.2 – Standing Committees

5.2.1 The standing committees are Academic and Student Success, Finance and Administration, Audit and Compliance, Facilities, Construction and Maser Planning, and Endowment Management. *The board shall adopt a charter for each committee*[4]

[4]On motion of Regent Ray, and seconded by Regent Mosbacher and unanimously approved by the regents in attendance the language, "*The board shall adopt a charter for each committee*" was added to Section 5.2.1 above.

Section 5.2.3. under Section 5.2 Standing Committees was totally rewritten. Below is the language that was approved.

5.2.3 Committee meetings shall be called by the committee chair and duly posted, convened and conducted in accordance with the Texas Open Meetings Act. Any board member may attend and participate in discussion at any such committee meetings. Committees will meet no more than once monthly without prior approval from the board chair. All committees will have not less than three regents, nor more than four. Each committee will have a committee chair, vice chair, and one or two additional regents, all of whom shall be appointed by the chair of the board.

The chairman will serve as voting ex officio for all committees and will count for purposes of determining a quorum. A quorum is three for all committees. A quorum shall be declared as soon as a majority of the committee members are in attendance at the appointed committee meeting.

A majority vote of a quorum of a committee is required for a committee recommendation from an appointed committee to be presented to the full board for consideration. A committee recommendation, however, does not constitute a final board action and therefore, does not bind the board, except as provided in 5.1.1(a).

On motion of Regent Blair, seconded by Regent Mosbacher and unanimously approved by the regents in attendance, the change to Section 5.2.3 under Section 5.2 – Standing Committees was approved.

Section 5.2.4 under Section 5.2 – Standing Committees was addressed.
Current bylaw reads:

5.2.4 One to four advisory members may be appointed to each respective committee with the unanimous approval of the chair of the board, the chancellor, and the chair of the committee. The advisory members will serve one-year terms from September 1 through August 31 and may be reappointed each year "*for up to three consecutive years. They may serve again after one off year*[5]". Advisory members will not have voting authority.

[5]On motion of Regent Ray, seconded by Regent Blair and by a unanimous vote of the regents in attendance, the language "*for up to three consecutive years. They may serve again after one off year.*" was added to Section 5.2.4 under Section 5.2 – Standing Committees.

Section 5.2.6 was a new section added under Section 5.2 – Standing Committees. It reads as follows:

5.2.6 Official Business. No business other than that placed on the Agenda and posted as required by law shall be officially transacted at a meeting of the Board of Regents or its committees

On motion of Regent Mosbacher, seconded by Regent Ray and a unanimous vote from the regents in attendance, 5.2.6 was added as a section under 5.2 – Standing Committees.

Under Section 6.6 – Notice of Open Meetings, the following sentence was added to the paragraph in italics.

"All meetings of the board and its committees are subject to the terms of the Open Meetings Act." The Open Meetings Act, Chapter 551 of the Texas Government Code, provides that meetings of governmental bodies must be open to the public, except for expressly authorized executive sessions, and that the public must be given notice of the time, place and subject matter of meetings of governmental bodies. Notice of a meeting must be posted with the Secretary of State's Office for at least 72 hours preceding the scheduled time of the meeting. In case of an emergency of urgent public necessity, which shall be clearly identified in the notice, it shall be sufficient if the notice is posted two hours before the meeting is convened.

On motion of Regent Blair, seconded by Regent Ray and by a unanimous vote of the regents in attendance, the language *"All meetings of the board and its committees are subject to the terms of the Open Meetings Act."* was added to Section 6.6 – Notice of Open Meetings.

There were several changes made Under 6.9 – Consent Docket. Below is the approved Section 6.9 – Consent Docket and the changes to this section are in italics.

6.9 – Consent Docket - Items on the consent docket will go directly to the board for action *after* consideration by the standing committees *at their meetings* unless one or more regents request that an item(s) be removed from the docket and considered separately, in which case it will be *considered by the full board outside of the consent docket.* The following may be placed on the consent docket *and shall be enumerated specifically on the Board's agenda*; and

6.9.10 was added as follows:
Other routine items as appropriate for the consent docket and so designated by unanimous vote of the Standing Committee for which such item is a voting item and approved by the chairman of the board.

On motion of Regent Blair, seconded by Regent Ray and by a unanimous vote of the regents in attendance, changes to Section 6.9 – Consent Docket was approved.

Chancellor's Report

Chancellor Renu Khator presented a UH System-wide report and below is a summary of her remarks:

- One of the top items system-wide is fall enrollment. The four UH System universities continue to attract and enroll students in record numbers. There was a 4.8% increase across the UH System:
  (a) University of Houston up 4.6%;
  (b) UH-Clear Lake up 8.5%;
  (c) UH-Downtown up 1.2%; and
  (d) UH-Victoria up 11.2%. (This figure reflects the first incoming cohort of freshman and sophomore students.)

University of Houston

- Research awards and expenditures were up 9 and 12 percent, respectively, over 2009;
- Fundraising is at approximately $80 million; and
- Enrollment is up.
- An increase in six-year graduation rates;
- An increase in alumni participation; and
- Cougar Village freshman housing project officially opened and is 100% occupied;
- All of these figures are records for the University of Houston.
- A team from the National Science Foundation will visit the UH campus for two days prior to deciding on awarding a large grant for wind energy research. Only 11 proposals nationwide were selected for a site visit; and this is the first time in UH's history that NSF's Engineering Research Centers has made a site visit to campus. UH is the lead institution (along with five U.S. and three European universities) proposing to create a Center for Offshore Wind Energy.

University of Houston-Clear Lake

- UHCL Pearland Campus opened earlier this month. The project, a partnership among UHCL, the City of Pearland, and the Pearland Economic Development Corporation, has an initial enrollment of 437. Six bachelor's and five master's degrees will be offered to this inaugural class;
- George Guillen, associate professor of biology and environmental science and executive director of the Environmental Institute of Houston, has received an increase in funding of more than $1 million from t he Texas Commission on Environmental Quality (TCEQ). He received an additional TCEQ award for $137,745, and a $150,000 continuation grant from the Harris County Flood Control District.
- Astronaut Lee M. Morin ('09 MS) is among six graduates who will be recognized with a Distinguished Alumni Award by UHCL's alumni association at their October celebration;
- Mary Ann Shallberg, executive assistant to the president has been elected secretary of the National Association of Presidential Assistants in Higher Education; and
- UHCL's student-produced newspaper, The Signal, and the literary art magazine Bayousphere received 24 awards at the Texas Intercollegiate Press Association's state competition.

University of Houston-Downtown

- UHD Northwest's first fall semester will open in a few days with 356 students enrolled. The operations, which occupies an entire floor of Lone Star College-University Park's University Center, will offer 14 bachelor's and one master's degree;
- Alumnus Charles McClelland, was appointed to the post of Chief of the Houston Police Department by Mayor Annise Parker;
- May 2010 graduate John Wolfe won the Texas Teacher of the Year Award. He is now a science teacher in Carmichael Elementary School in Aldine ISD.
- UHD was named by G.I. Jobs magazine as a "Military Friendly School" for 2011. This honor puts the university in the top 15% of all colleges, universities and trade schools nationwide for serving veterans and current members of the armed forces; and

- Carolyn Ashe, professor of management, marketing and business administration, was one of only 27 scholars from around the world invited to participate in the Oxford Round Table at Oxford University in March.

University of Houston-Victoria

- Tim Hudson, President of UHV was named as Special Assistant to the Chancellor for International Programs and Initiatives. He closes a fruitful and accomplished tenure at UHV, highlighted by his leadership in downward expansion of the university, which is becoming a reality this fall with the enrollment of almost 200 freshman and 65 sophomore students.
- Kathryn Tart, founding dean of the School of Nursing, was selected from 646 nursing deans across the nation to receive the American Association of Colleges of Nursing Advocate of the Year award;
- The School of Business Administration completed its fifth-year review and maintained its business accreditation by The Association to Advance Collegiate Schools of Business International. Less than 6 percent of business schools worldwide have earned this distinction; and
- Kristen Lindley ('09) was the recipient of a $25,000 Rotary Foundation Academic Year Ambassadorial Scholarship that she hopes to use to study in Hong Kong. Ms. Lindley was a member of the UH System Board of Regents in 2009-2010 and is currently working on a master's degree of business administration.

A complete copy of the Chancellor's Report has been filed in the Board office. This item was for information only and required no Board action.

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Executive Session Report

At 2:30 p.m., the Board recessed for Executive Session. Chairman Wilson announced that the Board would recess to convene in Executive Session pursuant to Subchapter D of Chapter 551 of the Texas Government Code, which allows governing boards to meet in closed session.

Chairman Wilson reconvened in Open Session at 3:27 p.m. and the following actions were taken on matters discussed in Executive Session.

A Litigation Status Report and Legal Briefing was given by General Counsel, Dona Cornell and property issues were discussed. No Board action was taken on these issues.

Personnel matters were addressed. Chairman Wilson stated that Chancellor Renu Khator's contract had been discussed; and asked the General Counsel, Dona Cornell, to give her remarks concerning this issue. Ms. Cornell stated the following amendments on the Chancellor's contract were being submitted for final Board approval. The amendments to the contract are as follows:

1. There will be a change in the compensation from $425,000 to $500,000;
2. A change in the deferred compensation from $150,000 to $200,000;
3. An extension of the term from September 1, 2010 to August 31, 2013; and

4. A change in the vesting date for the first deferred compensation plan to be December 31, 2010.

On motion of Regent Wise, seconded by Regent Blair, and a unanimous vote of the regents in attendance, Chancellor Khator's contract, with amendments as specified above, where approved.

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Chair's Report

Chairman Wilson thanked everyone for their well wishes and on the day's events.

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Information Only

Chairman Wilson stated 3 individuals had signed up for Open Forum.

1. Mr. Daniel Arp, a UH-Downtown student working on his Master's in Technical and Creative Writing
2. Dr. Joseph P. McCormack, PhD, CFA, Associate Professor of Finance, UH-Clear Lake
3. Dr. Dan Wells, Past President of the University of Houston Faculty Senate

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There being no further action to come before the board the meeting adjourned at 3:35 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	Ed Hugetz	Tom Ehardt
Carl Carlucci	Elaine Charlson	Joe McCormick
John Antel	Michael Dressman	Raymond Bartlett
Dona Cornell	Michelle Dotter	Wayne Beran
Grover Campbell	Suzanne LaBrecque	Sean York
Stuart Long	David Bradley	Prince Wilson
Elwyn Lee	Philip Aldrich	Liz Fletcher
Michael Rierson	Christopher Greenfield	Daniel Arp
William Flores	Andrew Fortsen	Molly Woods
Don Smith	Don Guyton	Susan Green-Davis

Others Present (cont'd)

William Staples
Barbara Stanley
James Anderson
John Proffitt
Malcolm Davis
Karen Clarke
Casie Cobos
Tom Campbell
Dineta Frazier
Mike Glisson
Diane Murphy
Lorie Johnson
Ali Abedi
Jose Rangel
Kathryn Rozelle
Ed Jones
Ed Apodaca
Mark Clarke
Dave Irvin
Suresh Khator
Spencer Yantis
Richard Bonnin
Frank Glass
Tamara Goodwin
Oscar Gutierrez
Katherine Peek
John Walsh
Philip Lyons
Larry Bagby
Craig Rickard
Jeannie Kever
Marquette Hobbs
John Roberts
Keith Kowalka
Monica McHenry
Johanna Wolfe
Dan Wells
Dick Phillips
Willie Munson
Rusty Puscal
Carl Stockton
Michelle Moosally
Mike Emery
Austin Allen
Stuart Whitehead
Jon Aldrich
Welcome W. Wilson's Sr., Family
Gerry Mathisen