

TRUSTEES OF THE CALIFORNIA STATE UNIVERSITY

**Trustees of the California State University
Office of the Chancellor
Dumke Auditorium
Long Beach, California 90802**

July 16, 2003—10:45 a.m.

Presiding: Debra S. Farar, Chair

Call To Order and Roll Call

Chair's Report

Chancellor's Report

Report of the CSU Alumni Council: *President—Bob Linscheid*

Report of the California State Student Association: *Chair—José Solache*

Report of California Postsecondary Education Commission: *Ralph Pesqueira*

Approval of Minutes of Board of Trustees' Meeting of May 14, 2003

Board Items

1. Conferral of the Title Trustee *Emeritus*
2. Conferral of the Title Trustee *Emeritus*
3. Commendation for Service
4. Conferral of the Title President *Emeritus*
5. Conferral of the Title President *Emeritus*
6. Conferral of the Title President *Emeritus*

Report of Committees

Committee on Institutional Advancement: *Chair – Kyriakos Tsakopoulos*

2. Approval of Naming of an Academic Entity – Sonoma State University

Committee on Collective Bargaining: *Chair—Robert G. Foster*

Committee on Campus Planning, Buildings and Grounds: *Chair – Ralph Pesqueira*

1. Amend the 2003/2004 Capital Outlay Program, Nonstate Funded
5. Certify Final Environmental Impact Report and Approve Campus Master Plan Revision at California State University, Long Beach

6. Approval of Schematic Plans

Committee on Governmental Relations: *Chair – Murray L. Galinson*

1. 2003/2004 Legislative Report No. 4

Committee on Audit: *Chair – Shailesh J. Mehta*

Committee on University and Faculty Personnel: *Chair – Frederick W. Pierce IV*

1. Proposed Revision of Title 5 Regulations—Amendment of California State University Conflict of Interest Code

Committee on Committees: *Chair – Roberta Achtenberg*

1. Assignment of Trustee to Standing Committees

Committee on Educational Policy: *Chair – Roberta Achtenberg*

Committee of the Whole – *Chair – Debra S. Farar*

Committee on Finance: *Chair – William Hauck*

2. State University Fee Increase
3. Approval to Issue Trustees of the California State University, Systemwide Revenue Bonds and Related Debt Instruments for a Project at San Francisco State University
4. Public/Private Venture to Develop Student Housing on Private Property Adjacent to California State University, San Bernardino
5. Student Housing and Land Acquisition at California Polytechnic State University, San Luis Obispo

Communications and Correspondence

Old Business

New Business

Public Comment

Adjournment

**MINUTES OF THE MEETING OF
BOARD OF TRUSTEES**

**Trustees of The California State University
Office of the Chancellor
Glenn S. Dumke Conference Center
401 Golden Shore
Long Beach, California**

May 14, 2003

Trustees Present

Debra S. Farar, Chair
Roberta Achtenberg
Bob Foster
Murray L. Galinson
Harold Goldwhite
William Hauck
Ricardo Icaza
M. Alexander Lopez
Ralph Pesqueira
Frederick W. Pierce IV
Charles B. Reed, Chancellor
Erene S. Thomas
Kyriakos Tsakopoulos
Anthony Vitti

Trustees Absent

Cruz Bustamante, Lt. Governor
Gray Davis, Governor
Shailesh J. Mehta
Dee Dee Myers
Jack O'Connell, Superintendent of Public Education
Herb Wesson, Jr., Speaker of the Assembly

Chancellor's Office Staff

David S. Spence, Executive Vice Chancellor and Chief Academic Officer
Richard West, Executive Vice Chancellor and Chief Financial Officer
Christine Helwick, General Counsel
Jackie R. McClain, Vice Chancellor, Human Resources

Chair Farar called the meeting to order at 11:35 a.m.

Chair's Report

Chair Farar stated that in the interest of time she would not speak further about the budget. She expressed appreciation the students for their comments concerning the fee increase and thanked all of the constituents student, faculty, staff, Alumni, and others who took the time to provide the board with thoughtful recommendations about the budget and who support the CSU in Sacramento.

Chair Farar noted that this was a time of transition for the CSU leaders. She noted the departure of Martha Walda (Fallgatter) and Denny Campbell from the Board of Trustees and thanked them for their many years of hard work. She also noted the departure of Bob Caret who was leaving in June to begin serving as president of Towson University in suburban Baltimore.

Chair Farar reported that progress was being made on presidential searches. She noted that the initial meetings for both the Chico and San Marcos presidential searches had been held. Trustee Achtenberg joined by Trustees Galinson and Tsakopoulos leads Chico's search team. Trustee Foster chairs the San Marcos search committee and is joined by Trustees Mehta and Pierce.

Chair Farar named Trustee Hauck to chair the Trustee selection committee for president of San Jose State University and Trustees Achtenberg, Foster, and Mehta as the other members. She stated that the three searches should all be completed in the fall.

Chair Farar reported on various CSU events in which she had participated including the following: the inauguration of Dr. Roland Richmond as the sixth president of Humboldt State University; the tribute to Don and Bev Gerth for his forty-five years service to the California State University; the visit of several members of the Board of Trustees, the Chancellor, and most of the Presidents to congressional leaders in Washington D.C.; the dedication ceremony for the Michael D. Eisner College of Education at CSU Northridge; and the Advancement Academy, sponsored by the CSU division of Institutional Advancement. Chair Farar congratulated Presidents Richmond and Gerth and thanked all those who worked to make these events a success.

Dr. Farar congratulated the five outstanding members of the CSU community who received the Wang Family Excellence Awards at the previous day's ceremony.

(The complete text of the Chair's Report is attached marked "Exhibit A.")

Chancellor's Report

Chancellor Reed thanked President Bob Caret for his service and contributions to the CSU and presented him with a resolution naming him President Emeritus.

Chancellor Reed turned the podium over to President Caret for remarks. President Caret thanked the Chancellor and the Board of Trustees for the resolution. He said that it had been a great eight years at San Jose State.

Chancellor Reed stated that this was a time for many changes in leadership at the CSU and noted that at the July meeting the Board would be honoring Presidents Bob Suzuki, Manuel Esteban, and Don Gerth, who are retiring. He further noted that Vice Chancellor Louis Caldera was leaving the CSU to assume the presidency of The University of New Mexico.

The Chancellor joined Chair Farar in congratulating Rollin Richmond on his inauguration at Humboldt State.

Chancellor Reed stated that raising fees and cutting budgets was not anything that he ever wanted to do, but that the reality of the state's grim budget has made both a necessity. He reported that during his meeting with the Statewide Academic Senate the prior week he had shared with them the three principles he will use during this budget cycle to guide his recommendation to this board. These are: 1) Serving as many students as we can; 2) Protecting the current students, and doing everything that the CSU can to get them to their goal; and 3) Protecting as many employees, faculty, staff as we can from layoffs.

(The complete text of the Chancellor's Report is attached marked "Exhibit B.")

Report of the CSU Alumni Council

Wayne Adelstein, president, reported for the Alumni Council

Report from the California State Student Association

Artemio Pimentel, chair, reported for the CSSA.

Report from the California Postsecondary Education Commission

Trustee Pesqueira reported CPEC met on April 8, 2003 in Sacramento and referred the trustees to the packet in their materials.

Approval of Minutes

The minutes of the meeting of the Board of Trustees of March 12, 2003 were approved as presented.

Board of Trustees

Conferral of The Title President *Emeritus* (RBOT 05-03-03)

Chair Farar moved the item; there was a second.

The Board of Trustees approved the following resolution:

WHEREAS, Robert L. Caret was named in 1995 to the presidency of San Jose State University, which he promptly positioned as the Silicon Valley's Metropolitan University while instilling pride among students and faculty in their historic campus; and

WHEREAS, During his eight-year tenure, he oversaw the launching of the innovative, joint City-University Martin Luther King Jr. Library, the Campus Housing Village, the renovation of the University House for the student association, and a wide-spread upgrading of the university's infrastructure; and

WHEREAS, He actively addressed the needs of his campus, implementing a President's Scholars Program, creating a Campus Climate Office, helping to streamline the curriculum through a Curricular Priorities effort, creating innovative faculty housing programs, and leading the university into Title IX compliance; and

WHEREAS, He deeply involved himself in the community, actively supporting arts, civic initiatives, and businesses, as well as addressing regional workforce needs, especially in his nationally-recognized "It Takes a Valley" teacher pipeline program; and

WHEREAS, It is altogether fitting that the California State University recognize those members who have made valuable contributions to their universities and to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this board confer the title of President *Emeritus* on Robert L. Caret, with all the rights and privileges thereto.

Committee on Collective Bargaining

Trustee Foster reported the committee adopted initial proposals by the CSU for bargaining for with the Academic Professionals of California on a new contract. At the meeting the committee also recognized two requests to address the committee by representative of the APC and one request by a representative of CSEA.

Committee on Campus Planning, Buildings And Grounds

Trustee Pesqueira reported the committee deferred Item 4 at the request of San Luis Obispo campus. The committee heard one information item, Status Report on the 2003/2004 State Funded Capital Outlay Program, and three action items as follows:

Amend the 2002/2003 Capital Outlay Program, Nonstate Funded (RCPBG 05-03-06)

Trustee Pesqueira moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University, that the 2002/03 Nonstate Funded Capital Outlay Program is amended to include: 1) \$1,390,000 for preliminary plans, working drawings, construction and equipment for the California State University, Long Beach, Nugget Remodel; 2) \$7,341,000 for preliminary plans, working drawings, and construction for the California State University Northridge, Parking and Public Safety Building; 3) \$35,854,000 for preliminary plans, working drawings and construction for the California State University, Sacramento, Parking Structure III project; 4) \$874,000 for preliminary plans, working drawings, and construction for the California State University, San Bernardino, Palm Desert Campus, Phase II Parking Lots; and 5) \$40,543,000 for preliminary plans, working drawings, construction and equipment for the Sonoma State University, Student Housing, Phase II, Beaujolais Village project.

Campus Master Plan Revision at California State University, Sacramento (RCPBG 05-03-07)

Trustee Pesqueira moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University that:

1. Upon consideration of the information provided in the Negative Declaration for the CSU Sacramento, campus master plan revision, the Negative Declaration has been prepared pursuant to the requirements of the California Environmental Quality Act.
2. The proposed CSU Sacramento, campus master plan revision will not have a significant effect on the environment.
3. The revision will benefit The California State University.
4. The chancellor or his designee is directed under the Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the CSU Sacramento, campus master plan revision.
5. The CSU Sacramento, campus master plan revision dated May 2003 is approved.

Approval of Schematic Plans (RCPBG 05-03-08)

Trustee Pesqueira moved the item; there was a second.

The Board of Trustees approved the following resolutions:

1. CSU Hayward—Business and Technology Building

RESOLVED, By the Board of Trustees of the California State University, that:

1. The board finds that the Negative Declaration was prepared for the California State University, Hayward, Business and Technology Building pursuant to the requirements of the California Environmental Quality Act.
2. The proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.
3. The chancellor is requested under the Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.
4. The schematic plans for the California State University, Hayward, Business and Technology Building are approved at a project cost of \$25,000,000 at CCCI 4019.
- 5.

2. CSU Los Angeles—Parking Structure III

RESOLVED, By the Board of Trustees of the California State University, that:

1. The board finds that the Categorical Exemption for the California State University, Los Angeles, Parking Structure III project has been prepared in accordance with the requirements of the California Environmental Quality Act.
2. The proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.
3. The schematic plans for the California State University, Los Angeles, Parking Structure III project are approved at a project cost of \$12,000,000 at CCCI 4019.

3. CSU Northridge—Parking Structure, Phase II

RESOLVED, By the Board of Trustees of the California State University, that:

1. The board finds that the Mitigated Negative Declaration for the California State University, Northridge, Parking Structure II has been prepared in

- accordance with the requirements of the California Environmental Quality Act.
2. With implementation of the recommended Mitigation Measures, the proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.
 3. The recommended Mitigation Measures are hereby approved and incorporated as a requirement for implementation of the project, along with the Mitigation Monitoring Plan which is also approved and incorporated by reference, and which meets the requirements of Public Resources Code Section 21081.6.
 4. The chancellor is requested under Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.
 5. The schematic plans for the California State University, Northridge, Parking Structure II are approved at a project cost of \$20,347,000 at CCCI 4019.

4. CSU Northridge—Parking and Public Safety Building

RESOLVED, By the Board of Trustees of the California State University, that:

1. The board finds that the Mitigated Negative Declaration for the California State University, Northridge, Parking and Public Safety Building has been prepared in accordance with the requirements of the California Environmental Quality Act.
2. With implementation of the recommended Mitigation Measures, the proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.
3. The recommended Mitigation Measures are hereby approved and incorporated as a requirement for implementation of the project, along with the Mitigation Monitoring Plan which is also approved and incorporated by reference, and which meets the requirements of Public Resources Code Section 21081.6.
4. The chancellor is requested under Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.
5. The schematic plans for the California State University, Northridge, Parking and Public Safety Building are approved at a project cost of \$7,341,000 at CCCI 4019.

5. CSPU, Pomona—American Red Cross Regional Headquarters

RESOLVED, By the Board of Trustees of the California State University, that:

1. The board finds that the Mitigated Negative Declaration for the California State Polytechnic University, Pomona, American Red Cross Regional Headquarters has been prepared in accordance with the requirements of the California Environmental Quality Act.
2. With implementation of the recommended Mitigation Measures, the proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.

3. The recommended Mitigation Measures are hereby approved and incorporated as a requirement for implementation of the project, along with the Mitigation Monitoring Plan which is also approved and incorporated by reference, and which meets the requirements of Public Resources Code Section 21081.6.
4. The chancellor is requested under Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.5. The schematic plans for the American Red Cross Regional Headquarters facility to be located within the Innovation Village development of the California State Polytechnic University, Pomona are approved at a project cost \$41,600,000 at CCCI 4019.

6. CSU San Bernardino—Student Recreation Center

RESOLVED, By the Board of Trustees of the California State University, that:

1. The board finds that the Categorical Exemption for the California State University, San Bernardino, Student Recreation Center has been prepared in accordance with the requirements of the California Environmental Quality Act.
2. The proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.
3. The schematic plans for the California State University, San Bernardino Student Recreation Center are approved at a project cost of \$12,451,000 at CCCI 4019.

7. CSU Stanislaus—Science II Seismic Replacement Building

RESOLVED, By the Board of Trustees of The California State University, that:

1. The board finds that the Negative Declaration for the California State University, Stanislaus, Science II Seismic Replacement Building has been prepared pursuant to the requirements of the California Environmental Quality Act.
2. The proposed project will not have the potential for significant adverse impacts on the environment, and the project will benefit the California State University.
3. The chancellor is requested under Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.
4. The schematic plans for the California State University, Stanislaus, Science II Seismic Replacement Building are approved at a project cost of \$54,202,000 at CCCI 4019.

Committee on Governmental Relations

Trustee Galinson reported the committee heard two action items as follows:

2003/2004 Legislative Report No. 3 (RGR 05-03-05)

Trustee Galinson moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University, that the 2003-04 Legislative Report No. 3 is adopted.

Education Bond Act: Endorsement by Board of Trustees (RGR 05-03-06)

Trustee Galinson moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University, that the board supports the education bond initiative that is scheduled to appear on either the March 2004 Primary Election or November 2004 General Election ballot.

Committee on Organization and Rules

Trustee Goldwhite reported the committee heard one action item as follows:

Proposed Schedule of Board of Trustees' Meetings, 2004 (ROR 05-03-01)

Trustee Goldwhite moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that the following schedule of meetings for 2004 is adopted:

2004		
January 27-28	Tuesday – Wednesday	Headquarters
March 16-17	Tuesday – Wednesday	CSU Fresno
May 18-19	Tuesday – Wednesday	Headquarters
July 13-14	Tuesday – Wednesday	Headquarters
September 14-15	Tuesday – Wednesday	Headquarters
October 28	Thursday	Headquarters
November 16-17	Tuesday – Wednesday	Headquarter

Committee on University and Faculty Personnel

Trustee Foster reported the committee heard two action items as follows:

Executive Compensation (RUFP 05-03-01)

Trustee Foster moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that Dr. J. Michael Ortiz shall receive a salary set at the annual rate of \$205,008, July 1, 2003 or soon thereafter, effective with his appointment as president of the California State Polytechnic University, Pomona and he shall be required to occupy the official presidential residence, the Manor House, as a condition of employment; and that Dr. Alexander Gonzalez shall receive a salary set at the annual rate of \$221,004 and a housing allowance set at the annual rate of \$36,804, July 1, 2003 or soon thereafter, effective with his appointment as president of the California State University, Sacramento.

Executive Compensation: Interim Presidents (RUFP 05-03-02)

Trustee Foster moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that Dr. Joseph N. Crowley shall receive a salary set at the annual rate of \$222,450, effective July 1, 2003, through December 24, 2003, the period of his temporary non-resident appointment as interim president of San Jose State University and that he shall occupy university provided housing as a condition of employment; that Dr. Roy McTarnaghan shall receive a salary set at the annual rate of \$208,000, effective July 1, 2003, through December 24, 2003, the period of his temporary non-resident appointment as interim president of California State University, San Marcos and that he shall occupy university provided housing as a condition of employment; and that Dr. Scott G. McNall shall receive a salary set at the annual rate of \$208,000 and a housing allowance set at the annual rate of \$27,000, effective July 1, 2003, the date of his appointment as interim president of California State University, Chico, through the arrival of a new president.

Committee on Institutional Advancement

Trustee Pierce reported the committee heard one information item, University Advancement Update and two action items as follows:

Approval of Naming of Facility- California State University, Hayward (RIA 05-03-06)

Trustee Pierce moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University, that the Business and Technology Center at California State University, Hayward be named the Wayne and Gladys Valley Business and Technology Center.

Approval of Naming of Facility- California State University, San Bernardino (RIA 05-03-07)

Trustee Pierce moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University, that the Student Union facility at California State University, San Bernardino be named the Santos Manuel Student Union.

The Board of Trustees heard comments from President Karnig who thanked the board for their approval of this gift and the naming of the student union as the Santos Manuel Student Union. He introduced several individuals from the San Manuel Indian reservation including, Darren Marquez, San Manuel tribal chair, David Manzano of the tribal business council, Audrey Martinez, longtime supporter of the university, and several CSUSB staff members who were instrumental in the development of the partnership between the campus and the San Manuel Band of Indians, David De Mauro, Vice President for Administration and Finance, Frank Rincon, Vice President for Student Affairs, and John Futch, Director of the Cross Cultural Center.

President Karnig introduced Darren Marquez, tribal chair. Mr. Marquez thanked the Board of Trustees for allowing the naming of the student union as the Santos Manuel Student Union. He stated that the tribe takes its commitment to higher education extremely seriously and that the relationship with CSUSB is a strong one that has been cultivated by both sides. He gave a short history of Santos Manuel, the tribal chief who led the people into the foothills and saved them from extermination.

Committee on Audit

Trustee Tsakopoulos reported the committee heard one information item, Status Report on Current and Follow-up Internal Audit Assignments.

Committee on Educational Policy

Trustee Achtenberg reported the committee heard two action items as follows:

Campus Options to Achieve California State University Enrollment and Access Goals (REP 05-03-04)

Trustee Achtenberg moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that this Board advises the Governor, the Legislature, and the California Postsecondary Education Commission of the following:

That, according to enrollment projections based upon current demographic projections and implementation of state policy directions regarding educational equity and access, the California State University must be prepared to accommodate some 107,000 additional students in the year 2011; and be it further

RESOLVED, That given appropriate state support, the California State University pledges to accommodate these additional students; and be it further

RESOLVED, That it is the policy of the Board of Trustees that campuses shall, within the constraints of state enrollment funding, expand summer term enrollments so as to better utilize existing physical capacity and facilitate student progress to their objectives; and be it further

RESOLVED, That it is the policy of the Board of Trustees that campuses shall expand existing and develop new off-campus centers to provide access to student populations that are unable to attend existing campuses and to relieve enrollment pressure on existing campuses that are at or approaching impaction; and be it further

RESOLVED, That it is the policy of the Board of Trustees that campuses shall expand the use of academic technology in ways that maintain and improve the high quality of education provided by the CSU in order to free existing physical capacity and expand access; and be it further

RESOLVED, That the Board of Trustees directs the Presidents and their respective staffs, in consultation with constituent groups, to review campus master plans and where found to be appropriate, consider increasing enrollment ceilings; and be it further

RESOLVED, That the Board of Trustees authorizes campuses that are at or near the historic system maximum enrollment ceiling of 25,000 academic year full-time equivalent students to prepare campus master plan revisions that exceed the limit for presentation to the Board; and be it further

RESOLVED, That the Board of Trustees authorizes campuses to proceed within the scope of existing and proposed campus master plans, to fully utilize existing campus capacity and to accelerate new physical capacity within the context of the annual CSU Five-Year Capital Outlay program; and be it further

RESOLVED, That these recommendations will be developed individually and subject to collective bargaining and campus or systemwide consultation as appropriate.

Recommendations of the California State University Presidents' Commission on Teacher Education (REP 05-03-05)

Trustee Achtenberg moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that the Board of Trustees endorses the ten recommendations included in agenda item 2, Attachment A, of the May 13-14, 2003 meeting of the Committee on Educational Policy; and be it further

RESOLVED, That the Board of Trustees directs the Chancellor to encourage the campus presidents and faculty to pursue actively the recommendations of the California State University Presidents' Commission on Teacher Education.

Committee on Finance

Trustee Hauck reported the committee heard one information item, Status Report on the 2003/2004 Support Budget. One action item, 2003/2004 State University Fee Increase was deferred for action at some time in the future. The committee heard three action items as follows:

Approval to Issue Trustees of the California State University, Systemwide Revenue Bonds and Related Debt Instruments for Various Projects (RFIN 05-03-07)

Trustee Hauck moved the item; there was a second.

The Board of Trustees approved the following resolution:

Orrick, Herrington & Sutcliffe LLP, as bond counsel, prepared resolutions for projects at California State University, Fullerton (Parking Structure I) and California State University Los Angeles (Parking Structure III):

- (1) Authorize the sale and issuance of Systemwide Revenue Bond Anticipation Notes and the related sale and issuance of the Trustees of the California State University, Systemwide Revenue Bonds in an amount not-to-exceed \$40,995,000 and certain actions relating thereto.
- (2) Provide a delegation to the Chancellor, the Executive Vice Chancellor and Chief Financial Officer, and their designees to take any and all necessary actions to execute documents for the sale and issuance of the bond anticipation notes and the revenue bonds.

The resolutions will be implemented subject to the receipt of all construction permits and good bids consistent with the projects financing budget.

Public/Private Venture to Develop Student Housing on Private Property Adjacent to California State University, San Bernardino (RFIN 05-03-08)

Trustee Hauck moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that the Trustees:

1. Approve the concept of a public-private partnership that would provide land and facilities to support the University's educational mission and academic programs, and bring additional student housing to the campus.
2. Authorize the chancellor and the campus to enter into negotiations for agreements as necessary to facilitate the public/private partnership as explained in Agenda Item 4 of the May 13-14, 2003 meeting of the Committee on Finance.
3. Will consider the following additional action items:

- a) Approval of the development plan negotiated by the campus and the developer with the advice of the chancellor for additional student housing;
- b) Approval of the master plan to delineate the future campus boundary as it pertains to the project;
- c) Approval of an amendment to the Nonstate Capital Program;
- d) Approval of the schematic design;
- e) Approval of the EIR; and
- f) Approval of a financing plan.

Real Property Venture at California State University, Fresno for a Mixed-Use Development Project (RFIN 05-03-09)

Trustee Pierce asked to be excused from voting on the item due to his involvement in some aspects of the project.

Trustee Hauck moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that the Trustees:

- 1. Approve the concept of a public-private partnership for a mixed-use development on 49 acres at California State University, Fresno.
- 2. Authorize the chancellor and the campus to enter into negotiations for agreements as necessary to develop a final plan for the public/private partnership as explained in Agenda Item 4 of the May 13-14, 2003 meeting of the Committee on Finance.
- 3. Will consider the following additional action items:
 - a) Approval of a development and financial plan negotiated by the campus and a developer with the advice of the chancellor for additional student housing;
 - b) Approval of the master plan as it pertains to the project;
 - c) Approval of an amendment to the Nonstate Capital Program;
 - d) Approval of the schematic design; and
 - e) Approval of the EIR.

Communications and Correspondence

Old Business

New Business

Committee on Committees

Election of The Chair of The Board of Trustees for 2003/2004 (RCOC 05-03-01)

Trustee Achtenberg moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, on recommendation by the Committee on Committees, that the following officer is elected as chair for the 2003/2004 year:

Chair: Debra S. Farar

Election of Vice Chair of The Board of Trustees for 2003/2004 (RCOC 05-03-02)

Trustee Achtenberg moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, on recommendation by the Committee on Committees, that the following officer is elected as vice chair for the 2003/2004 year:

Vice Chair: Murray L. Galinson

Appointments to The California Postsecondary Education Commission for 2003/2004 (RCOC 05-03-03)

Trustee Achtenberg moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, on recommendation by the Committee on Committees, that the following appointments be made to the California Postsecondary Education Commission for the 2003/2004 year:

Ralph R. Pesqueira (Representative)
Kyriakos Tsakopoulos (Alternate)

Committee Assignments for 2003/2004 (RCOC 05-03-04)

Trustee Achtenberg moved the item; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, on recommendation by the Committee on Committees, that the following appointments be made to the Standing Committees for the 2003/2004 year:

AUDIT

Shailesh J. Mehta, Chair
Kyriakos Tsakopoulos, Vice Chair
Debra Farar
William Hauck
Frederick W. Pierce, IV

CAMPUS PLANNING, BUILDINGS & GROUNDS

Ralph R. Pesqueira, Chair
Anthony M. Vitti, Vice Chair
Murray L. Galinson
Harold Goldwhite
M. Alexander Lopez

COLLECTIVE BARGAINING

Robert G. Foster, Chair
William Hauck, Vice Chair
Roberta Achtenberg
Murray L. Galinson
Ricardo F. Icaza
Shailesh J. Mehta
Ralph R. Pesqueira

EDUCATIONAL POLICY

Roberta Achtenberg, Chair
Shailesh J. Mehta, Vice Chair
Robert G. Foster
Murray L. Galinson
Harold Goldwhite
M. Alexander Lopez
Ralph Pesqueira

FINANCE

William Hauck, Chair
Shailesh J. Mehta, Vice Chair
Roberta Achtenberg
Harold Goldwhite
Ricardo F. Icaza
M. Alexander Lopez
Frederick W. Pierce IV

GOVERNMENTAL RELATIONS

Murray L. Galinson, Chair
Roberta Achtenberg, Vice Chair
Robert G. Foster
William Hauck
M. Alexander Lopez
Ralph R. Pesqueira
Kyriakos Tsakopoulos

INSTITUTIONAL ADVANCEMENT

Kyriakos Tsakopoulos, Chair
Frederick W. Pierce, IV, Vice Chair
Harold Goldwhite
M. Alexander Lopez
Anthony M. Vitti

ORGANIZATION AND RULES

Anthony M. Vitti, Chair
Ralph Pesqueira, Vice Chair
Ricardo F. Icaza
Dee Dee Myers

UNIVERSITY AND FACULTY PERSONNEL

Frederick W. Pierce IV, Chair
Robert G. Foster, Vice Chair
Dee Dee Myers
Kyriakos Tsakopoulos

Anthony M. Vitti

Public Comments

The board heard comments from the following members of the public: Ted Galloway, SETC; Joseph Texiera; Pat Gantt, CSEA; Pauline Robinson, CSEA; Charles Goetzl, APC; Natalie Whitehouse, C.O.U.G.H.; Jana Weeks, C.O.U.G.H.; Stafford Cox, C.O.U.G.H.; and Gil Smith.

The Chair called the names of the following people who were not present to speak: John Travis, president-elect, CFA; John Lloyd, CFA; Mayra Besosa, CFA; Cecil Canton, CFA and Susan Meisenhelder, president, CFA.

Adjournment

The meeting was adjourned at 12:41 p.m.

BOARD OF TRUSTEES

Conferral of the Title Trustee *Emeritus*

Presentation By

Debra S. Farar
Chair

Summary

It is proposed that the title of Trustee *Emeritus* be conferred on William D. Campbell.

The following resolution is recommended for approval:

WHEREAS, William D. Campbell was first appointed to the Board of Trustees of the California State University by Governor George Deukmejian in 1987 and reappointed by Governor Pete Wilson in 1995, and since that time has served in several key leadership roles, including Chair and Vice Chair of the Board; and

WHEREAS, During his decade and a half of service, he has helped guide and advise the California State University as it confronted financial restrictions, rapidly changing enrollment, the launching of three new campuses at San Marcos, Monterey Bay, and Channels Islands, and the inclusion of the California Maritime Academy in the CSU family of universities; and

WHEREAS, Through his chairmanship of the Institutional Advancement Committee, he spearheaded the effort to establish goals and create staff positions for the systemwide university advancement effort, resulting in continuing success and growth in private fund raising which has lifted the CSU to record heights, drawing in 2001-02 nearly \$1 billion in outside funding to support the educational mission the university; and

WHEREAS, He has by his wise leadership, broad vision, and personal commitment to the California State University, enriched the lives of countless members of the CSU community; and

WHEREAS, He himself has honored those contributing members of this system of higher education, notably through initiating the Claudia Hampton Scholarship Fund to memorialize a Trustee colleague, it is especially fitting that the California State University distinguish in turn his many contributions; now, therefore, be it

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RESOLVED, By the Board of Trustees of the California State University that this board confer the title of Trustee *Emeritus* upon William D. Campbell, with all the rights and privileges thereto.

BOARD OF TRUSTEES

Conferral of the Title Trustee *Emeritus*

Presentation By

Debra S. Farar
Chair

Summary

It is proposed that the title of Trustee *Emeritus* be conferred on Martha C. Walda.

The following resolution is recommended for approval:

WHEREAS, Martha C. Walda was first appointed to the Board of Trustees of the California State University by Governor George Deukmejian in 1987 and reappointed in 1995 by Governor Pete Wilson, and since that time has served in several crucial leadership roles, including as Chair and Vice Chair of the Board, as a member of the Trustees Search Committee for the Chancellor; and

WHEREAS, During her 16 years of service, she has helped guide and advise the California State University as it undertook the development of the university's first strategic plan, confronted a stubborn remediation issue, developed a higher educational compact with the governor to provide stable funding for enrollment, and oversaw the creation of three new campuses; and

WHEREAS, She has used her energy and imagination to spark the board to new heights, including the creation of the Ambassadors for Higher Education program, which links community leaders throughout the state into an effective network of advocates for the California State University, and, in addition, by her personal efforts, including campus visits to all 23 campuses, she helped ensure the successful launch of this vital program; and

WHEREAS, Her effective leadership of the Institutional Advancement Committee and as a member of the CSU Foundation resulted in a restructuring which greatly increased its cooperative role, leading to such innovations as the creation of a systemwide charitable gift annuity program, and other measures which fueled the strong growth in private funding, thus providing CSU students with increased resources and opportunities; and

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WHEREAS, It is altogether fitting that the California State University distinguish those members who have made significant contributions to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University that this board confer the title of Trustee *Emeritus* upon Martha C. Walda, with all the rights and privileges thereto.

BOARD OF TRUSTEES

Commendation For Service

Presentation By

Debra S. Farar
Chair

Summary

It is proposed that the conclusion of the term of Student Trustee Erene S. Thomas be noted with a resolution of commendation.

The following resolution is recommended for approval:

WHEREAS, Erene S. Thomas, having been appointed as a member of the Board of Trustees of the California State University by Governor Gray Davis in 2001 and since that time has served as a member of the Board until her term ended on June 30, 2003; and

WHEREAS, She has been an active voice for the nearly 408,000 students attending the California State University, and has additionally served as a leader on her home campus of California State Polytechnic University, Pomona; and

WHEREAS, it is altogether fitting that the California State University recognize those members who have made notable contributions to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University that this board recognize and commend Erene S. Thomas for her service as Student Trustee and that the board members extend their best wishes for success to her.

BOARD OF TRUSTEES

Conferral of the Title President *Emeritus*

Presentation By

Charles B. Reed
Chancellor

Summary

It is proposed that the title of President *Emeritus* be conferred on Manuel A. Esteban.

Background

In 1971 the Board of Trustees adopted a policy governing the award of the title of *Emeritus* to executives who retire from regular service. The policy set three standards; these are:

- 1) Emeritus status may be granted to an executive upon retirement from regular service in the California State University.
- 2) Recommendations for emeritus status may be made by the Board or by the chancellor to the Board upon receipt of recommendation from constituent groups of the campus, such as the faculty, the student body, or the advisory board.
- 3) The granting of emeritus status carries the title *Emeritus* and courtesies, but no compensation.

On the advice of members of the board and members of the California State University, Chico community, Chancellor Reed recommends that Dr. Manuel A. Esteban be recognized both for his professional career with California State University and his dedicated service to the people of California.

The following resolution is recommended for approval:

WHEREAS, Manuel A. Esteban was appointed President of California State University, Chico in 1993, and has since provided a decade of effective and exemplary leadership; and,

WHEREAS, During his tenure, the university has not only expanded its physical structure, including Nettleton Stadium, Bell Memorial Union/Bookstore, and

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upcoming Taylor Hall, but has also prepared itself intellectually by developing a comprehensive strategic plan for the university; and

WHEREAS, He has infused a stronger spirit of community into the university, establishing Founders Week and a distinguished alumni program, working actively with the Academic Senate to develop shared governance, and establishing the President's Lecture Series, which has drawn Nobel Peace Prize winners to the campus; and,

WHEREAS, He has strongly encouraged academic improvements with an emphasis on teaching and learning, resulting in higher national rankings for the university; and promoted and rewarded student achievement through the President's Scholars program and a highly successful scholarship fund-raising campaign; and

WHEREAS, He has greatly strengthened the relationship between the university and the surrounding community, through his personal participation on civic boards, speaking before local organizations, and inviting the community to be a more active partner with the university; and

WHEREAS, It is altogether fitting that the California State University recognize those members who have made valuable contributions to their universities and to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this board confer the title of President *Emeritus* on Manuel A. Esteban, with all the rights and privileges thereto.

BOARD OF TRUSTEES

Conferral of the Title President *Emeritus*

Presentation By

Charles B. Reed
Chancellor

Summary

It is proposed that the title of President *Emeritus* be conferred on Donald R. Gerth.

Background

In 1971 the Board of Trustees adopted a policy governing the award of the title of *Emeritus* to executives who retire from regular service. The policy set three standards; these are:

- 1) Emeritus status may be granted to an executive upon retirement from regular service in the California State University.
- 2) Recommendations for emeritus status may be made by the Board or by the chancellor to the Board upon receipt of recommendation from constituent groups of the campus, such as the faculty, the student body, or the advisory board.
- 3) The granting of emeritus status carries the title *Emeritus* and courtesies, but no compensation.

On the advice of members of the board and members of the California State University, Sacramento community, Chancellor Reed recommends that Dr. Donald R. Gerth be recognized both for his professional career with the California State University and his dedicated service to the people of California.

The following resolution is recommended for approval:

WHEREAS, Donald R. Gerth was appointed president of California State University, Sacramento in 1984, and has since offered nearly two decades of inspired leadership at what he established as “the Capital University”; and,

WHEREAS, He has additionally served as president of California State University, Dominguez Hills, as Associate Dean of Students at San Francisco State University, and as Vice President of Academic Affairs at California State

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University, Chico, in all providing the California State University system with a remarkable 45 years of dedicated service; and,

WHEREAS, During his tenure at CSU Sacramento, the campus developed greater maturity, with the development of seven colleges, the introduction of the first joint doctoral program in public history, the establishment of the Center for California Studies and the Center for Public Policy Dispute Resolution, the addition of some 1.2 million square feet of facility space, the launch of private fund-raising efforts, and the extension of hours and summer sessions to increase student access; and

WHEREAS, He has provided higher education leadership throughout the state, the nation and internationally, serving on countless committees and study boards, including those which set a joint undergraduate curriculum for California's public universities and which helped preserve the arts requirement for students entering California's public universities, leaving a wide and lasting legacy to the citizens of this state, and

WHEREAS, He has acted and will continue to act as the unofficial historian of the CSU, making it more than fitting that the California State University should recognize his many personal contributions to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this board confer the title of President *Emeritus* on Donald R. Gerth, with all the rights and privileges thereto.

BOARD OF TRUSTEES

Conferral of the Title President *Emeritus*

Presentation By

Charles B. Reed
Chancellor

Summary

It is proposed that the title of President *Emeritus* be conferred on Bob H. Suzuki.

Background

In 1971 the Board of Trustees adopted a policy governing the award of the title of *Emeritus* to executives who retire from regular service. The policy set three standards; these are:

- 1) Emeritus status may be granted to an executive upon retirement from regular service in the California State University.
- 2) Recommendations for emeritus status may be made by the Board or by the chancellor to the Board upon receipt of recommendation from constituent groups of the campus, such as the faculty, the student body, or the advisory board.
- 3) The granting of emeritus status carries the title *Emeritus* and courtesies, but no compensation.

On the advice of members of the board and members of the California State Polytechnic University, Pomona community, Chancellor Reed recommends that Dr. Bob H. Suzuki be recognized both for his professional career with the California State University and his dedicated service to the people of California.

The following resolution is recommended for approval:

WHEREAS, Bob H. Suzuki was appointed President of California State Polytechnic University, Pomona in 1991, and has since provided a decade of strong and sterling leadership; and,

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WHEREAS, During his tenure, the university undertook a \$185 million construction program, the largest in its history, and one drawing strongly on non-state funds, to provide engineering laboratories, restore the Kellogg House, create a new student residence complex, expand the student union and the Collins Center for Hospitality Management, among others, thus providing a modern working and learning environment for the campus community; and

WHEREAS, He has strongly supported the importance of teaching and learning, by establishing the Faculty Center for Professional Development, expanding the teacher preparation programs to meet California's increasing need for teachers, initiating collaborative projects with regional schools and one of the first blended teacher education programs in the California State University, and creating on campus the International Polytechnic High School, which successfully directs a diverse range of local students onto a college-going path; and

WHEREAS, He has helped develop solid ties to the community and the private sector, encouraging community service outreach from the campus, working with the City of Pomona to revitalize the Downtown Center, and launching the Center for Training, Technology and Incubation, which contains business incubators, a technology park, and countless research opportunities for faculty and students; and

WHEREAS, It is altogether fitting that the California State University recognize those members who have made valuable contributions to their universities and to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this board confer the title of President *Emeritus* on Bob H. Suzuki, with all the rights and privileges thereto.

REPORT OF CHAIR DEBRA S. FARAR
Board of Trustees
The California State University
May 14, 2003

These are extraordinary times for the state of California and all of its publicly funded institutions. Just a few years ago, California's economy was booming. Now we are in an economic downturn that has had devastating effects on our state's revenues. I remember last fall Chancellor Reed talked about the "double whammy." Well, here we are. More and more CSU eligible students are asking to be admitted, and the state support for the CSU is decreasing, as we heard this morning. Chancellor Reed and Vice Chancellor West told us in January that the best strategy was to support the governor's January budget plan, even though it proposed a student fee increase and budget reductions. Now it increasingly appears that the CSU will face further reductions. What this means, very simply, is that we have no easy choices before us. We are going to have to make some very difficult choices in order to continue to fulfill our mission as a university. Today students and others spoke in opposition to a student fee increase. This is a very hard decision for the Board, but I feel we have no choice. In fact, these fee increases may only scratch the surface of what we need to do to close the budget gap and continue to serve our students. I want to thank all of our constituents – students, faculty, staff, alumni, and other supporters – who have taken the time to give us their thoughtful recommendations about the budget and to support the CSU in Sacramento.

This is a time of many transitions for the leaders at the CSU. Bob Caret will be leaving next month to begin serving as president of Towson University in suburban Baltimore. Bob, you have made San Jose State a better university, created needed community partnerships, improved campus climate, and started several much needed building projects. We will miss you.

In the meantime, we are making good progress on our presidential searches. **CSU Chico:** The search for president of CSU Chico has begun. The first meeting of the search committee was held at Chico on April 22. Trustee Achtenberg chairs this committee and she is joined by Trustees Galinson and Tsakopoulos. **Cal State San Marcos:** The initial meeting of the Cal State San Marcos presidential search team was held at San Marcos on May 9. Trustee Foster is chair, and Trustees Mehta and Pierce are the other members of the committee. **San Jose State:** At this time I am naming Trustee Hauck as chair of the Trustees Selection Committee for President of San Jose State University. Trustees Achtenberg and Foster are the other members. These three searches should be completed in the fall.

Two weeks ago, I had the pleasure of taking part in the inauguration of Dr. Rollin Richmond as the sixth president of Humboldt State University. More than 800 guests came out to celebrate this momentous event. Congratulations again, Dr. Richmond.

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Also on May 2, the CSU Sacramento campus and community held a tribute to Don & Bev Gerth. The evening event included dinner, dancing, and many memories of Don's 45 years of service to the California State University. Congratulations, Don, and thank you for your many years of service.

A few reports on some other recent activities: In early April, the chancellor, several members of the Board of Trustees and most of the presidents made a successful visit to our congressional leaders in Washington, D.C. in early April. As the nation's largest university system, the CSU not only has the opportunity but the responsibility to be a thoughtful and effective voice in Washington on matters that affect our university as well as our state and all of its citizens.

On April 24, I had the pleasure of participating in the dedication ceremony for the Michael D. Eisner College of Education at CSU Northridge, my *alma mater*. Congratulations to President Koester and CSU Northridge on this important milestone.

Also last month, Trustees Galinson, Pierce, Thomas, and I participated in the Advancement Academy, which was sponsored by the CSU's Division of Institutional Advancement. There was wide participation by the campus leadership, advancement staff, deans, and faculty members. I want to thank Louis Caldera, his staff, and others for organizing this unique training program.

Last but not least, the Board of Trustees yesterday afternoon recognized five outstanding members of the CSU community with the Wang Family Excellence Awards. These awards were established by former trustee Stanley Wang and his family to honor exceptional faculty and administrators. Now in its fifth year, this award recognizes some of the best and brightest in the CSU. It is a true pleasure to have the opportunity to recognize these leaders for all of their hard work.

That completes my report.

REPORT OF CHANCELLOR CHARLES B. REED
Board of Trustees
The California State University
May 14, 2003

Bob Caret, could you please come on up. The chair and I would like to thank you for your service.

I just want to let everyone know what a great president Bob Caret has been for San Jose State. He has done an absolutely great job and we are all going to miss him. He is a wonderful colleague. He contributes to the system. And for a guy who started out at San Jose washing windows, he has done pretty well. He has made a big difference. Bob, thank you.

Remarks by Bob Caret

Thank you very much. It has been a great eight years. I've enjoyed being in California. I hope some day to come back to California, but I've spent 21 years at Towson State University, now called Towson University. They just wanted me to come back. They do need some leadership there. I am looking forward to the challenges and looking forward to the excitement.

I also want to say one thing about some of the comments today. All of us as presidents at schools like San Jose State and the Cal State campuses believe in access for our students. We fought for 30, 40, even 50 years to make sure that happened. One of the things to keep in mind is access without quality isn't worth having. You have to have a certain level of quality at every one of our campuses. If you can't do that then it's not worth maintaining the access. Let's try to balance those two and work on it. I know Cal State will continue to be successful. Thanks a lot.

Remarks by Chancellor Reed

Thanks, Bob.

As Chair Farar said this is a time of a lot of changes in the California State University. At our July meeting, we will honor Bob Suzuki, Manuel Esteban, and Don Gerth. Yesterday I recommended that the board name three interim presidents. I think that those three individuals will do an outstanding job for the next several months while those searches go forth. Also, yesterday we got the official word that Vice Chancellor Louis Caldera had been selected as the new president of The University of New Mexico.

I also want to congratulate Rollin Richmond on his inauguration at Humboldt State. Rollin, thank you for leaving Iowa and coming to the CSU.

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Regarding the budget: Raising fees and cutting budgets is not any fun. None of us in this business ever want to do either one of them. I like to go to the Legislature and the governor, get more money, bring it back and figure out how to use it to build this university. But reality has dealt us another hand.

I had the privilege of meeting with the Statewide Academic Senate last Thursday and spending an hour or so with them. I shared with them the three principles that we have talked about among ourselves in the Chancellor's Office and with the presidents when we met in Executive Council. The three things we are going to use as principles to guide our recommendation to this board are: 1) Serving as many students as we can. Access is important. 2) Protecting the current students that we have, and doing everything that we can to get them to their goal. 3) Protecting as many employees, faculty, staff as we can from layoffs.

Those are the three things that will guide the recommendations that we will make to this board.

Chair Farar, that completes my report.