

**REVISED**

**TRUSTEES OF THE CALIFORNIA STATE UNIVERSITY**

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

**January 28, 2004—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 November 19, 2003**

**Report of Committees**

**Committee on Institutional Advancement: *Chair – Kyriakos Tsakopoulos***

1. External Resources Report
2. Building Naming—Monterey Bay
3. Building Naming—Northridge
4. Naming Academic Entity—Northridge
5. Building Naming—San Luis Obispo
6. Building Naming—San Luis Obispo

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

**Committee on Finance: *Chair – William Hauck***

2. Approval to Issue Trustees of the California State University, Systemwide Revenue Bonds and Related Debt Instruments for Various Projects
3. Revision of Title 5—Fee Waiver for Dependents of Deceased/Disabled Veterans

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

1. Amend the 2003/2004 Capital Outlay Program, Nonstate Funded

**REVISED**

2. Campus Master Plan Revision at California State University, Sacramento
4. Approval of Schematic Plans

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

1. Executive Compensation
2. Early Retirement Incentive Programs

**Committee on Organization and Rules: Chair - *Anthony M. Vitti***

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

**Committee on Educational Policy: Chair – *Roberta Achtenberg***

1. Review and Recommendation of Nominees for Honorary Degrees
3. Revision of Title 5—Student Discipline and Intellectual Property
4. Revision of Title 5—Nonvehicular Transportation and Animals on Campus

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

1. 2003/2004 Legislative Report No. 7
2. California State University Federal Agenda for 2004
3. Economic Recovery Bond (Proposition 57) and California Balanced Budget (Proposition 58): Endorsement by Board of Trustees

**Committee of the Whole**

1. Appointment of Member to the California State University Headquarters Building Commission

**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**

**November 19, 2003**

**Trustees Present**

Debra S. Farar, Chair  
Roberta Achtenberg  
Bob Foster  
Murray L. Galinson  
Eric Z. Guerra  
William Hauck  
Kathleen E. Kaiser  
M. Alexander Lopez  
Shailesh J. Mehta  
Ralph Pesqueira  
Frederick W. Pierce IV  
Charles B. Reed, Chancellor  
Kyriakos Tsakopoulos

**Trustees Absent**

Cruz Bustamante, Lt. Governor  
Arnold Schwarzenegger, Governor  
Ricardo Icaza  
Dee Dee Myers  
Jack O'Connell, Superintendent of Public Instruction  
Herb Wesson, Jr., Speaker of the Assembly  
Anthony Vitti

**Chancellor's Office Staff**

David S. Spence, Executive Vice Chancellor and Chief Academic Officer  
Richard P. 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 12:10 p.m.

## **Chair's Report**

On behalf of the Board, Chair Farar welcomed everyone. She noted the election of California's new governor since the last meeting, indicating that the change in leadership in the state also resulted in changes on the Board of Trustees. She pointed out that the five recently appointed trustees who had not yet received Senate confirmation, Maria Contreras-Sweet, Alice Huffman, Stanley Toy, Milton Younger, and Daniel Weinstein were no longer on the Board. She noted that in addition, the governor of the state of California also serves as a trustee and extended a welcome to Governor Schwarzenegger to the CSU Board of Trustees.

Chair Farar stated that during the proceedings the Board would be approving the budget that will serve as the basis for future discussions with the new administration in Sacramento. She also said that the coming year would be extremely challenging for the CSU budget, but that the CSU will remain focused on its primary mission, which is to provide an accessible, high-quality university education for California students.

Chair Farar thanked all of the presidents for how smoothly the campuses are running this fall even with all of the budget cuts.

Chair Farar shared the sad news of the death of former CSU Trustee Michael Stennis, who served on the Board from 1994 to 2000, saying that he would be greatly missed by the CSU family.

Chair Farar congratulated José Solache, chair of the California State Student Association, on his election to the Lynwood Unified School District's Governing Board on November 4<sup>th</sup>.

Chair Farar announced that the Board of Trustees has selected Paul Zingg as the new president for CSU Chico. He will begin at CSU Chico on February 1. The Chair thanked Trustee Achtenberg for chairing that search, as well as the other members of the search committee, Trustees Murray Galinson and Kyriakos Tsakopoulos.

Chair Farar reported that the two other presidential searches at San Jose State and CSU San Marcos are nearing conclusion. She stated that there were three outstanding finalists for both of those searches. Outcomes for those searches would be announced sometime during the week.

She noted the one remaining presidential search at CSU Bakersfield. She named Roberta Achtenberg as chair of this search and Murray L. Galinson and Kyriakos Tsakopoulos as committee members. This search could begin by mid January and conclude in spring 2004.

Chair Farar recognized a few significant events and honors awarded to CSU campuses since the last meeting. She noted the October ribbon cutting events at Monterey Bay for the Chapman Science Academic Center and at Fresno for the Save Mart Center.

She congratulated San Jose State's College of Education for receiving a grant of more than \$1.2 million from the U.S. Department of Education for the California Model of Development project; Cal State San Marcos for receiving a \$3.6 million, four-year biomedical research grant from the National Institutes of Health; and Cal State Fullerton for receiving the Hispanic Association of Colleges and Universities' Outstanding Member Institution Award.

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

### **Chancellor's Report**

Chancellor Reed thanked Chair Farar. He suggested that at the end of business, the Board adjourn in memory of Michael Stennis.

Chancellor Reed stated that the Board was being asked to approve the CSU's proposed 2004/05 budget. He explained that the proposal was a set of guidelines that would be used to explain CSU's needs to the Department of Finance, the Senate and the Assembly.

Chancellor Reed stated that he was optimistic because of the tenor of conversations that he has had with the new governor and his staff. He stated that the governor ran on a platform of creating a better business environment in California. He further noted that a better business environment in California cannot be created without the California State University, which is an economic engine of this state. The chancellor cited that this past year the CSU provided 77,000 well-prepared graduates to enter the business communities of California. He further noted that the CSU must continue to advocate for the students of the CSU and prove just how vital the CSU is to California's economic prosperity.

Chancellor Reed noted that the new governor did say that things will probably get worse before they get better. He noted that the deficit is somewhere between \$25 and \$28 billion and that is an indicator that the CSU is vulnerable to mid-year adjustments. The chancellor also said that California is truly in a crisis that will challenge the CSU and every other part of state government.

Chancellor Reed complimented all of the presidents, Richard West and his staff and the other vice chancellors for their hard work for the last 18 months. He said that because of their efforts the CSU was prepared to meet the budget challenge and that he was counting on their continued hard work to manage the system with the new budgetary challenges. He noted that the CSU serves 409,000 students and that the CSU would continue to find new ways to improve efficiency. He noted that the CSU will have to keep in mind that there is a correlation between the amount of money available and the number of students who can be served with quality and that he and his team would continue to keep a watchful eye on that.

Chancellor Reed reported that several members of the CSU executive team would be meeting with the UC and Bob Dynes, the president of the University of California. He noted that in the past year the two systems worked very well together and this will continue. The meeting will bring together university and community college presidents and senior staffs at UCLA in the first

week of December to talk about how all of public higher education in California can work together.

Chancellor Reed announced that this winter former Cal Poly Pomona President Bob Suzuki will receive an "Order of the Rising Sun," which is the Japanese government's highest award.

Chancellor Reed congratulated Jackie McClain, vice chancellor for human resources, on receiving the Donald E. Dickason Award from the College and University Professional Association for Human Resources. He also congratulated Kim Wible for her service as the systemwide police coordinator.

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

### **Report of the CSU Alumni Council**

Bob Linscheid, president, reported for the Alumni Council.

### **Report from the California State Student Association**

José Solache, chair, reported for the CSSA.

### **Report from the California Postsecondary Education Commission**

Trustee Pesqueira reported CPEC met on October 2, 2003 via teleconference and referred the trustees to the summary in their materials.

### **Approval of Minutes**

The minutes of the meeting of the Board of Trustees of September 17, 2003 were approved as corrected.

### **Board of Trustees**

The Board heard two action items as follows:

#### **Conferral of the Title President *Emeritus* (RBOT 11-03-11)**

Chair Farar moved the item; there was a second.

The Board of Trustees approved the following resolution:

**WHEREAS**, Joseph N. Crowley was appointed as interim president of San Jose State University in May 2003, after a remarkable 22-year tenure as president of the University of Nevada, Reno, and has additionally contributed as a national higher education leader, notably in

his service to the National Collegiate Athletic Association and to the National Association of State Universities and Land-Grant Colleges; and

**WHEREAS**, He has ably led San Jose State University, the oldest public university in California, building on its many strengths and maintaining its honored reputation during its time of transition, and

**WHEREAS**, It is altogether fitting that the California State University recognize those leaders 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 Joseph N. Crowley, with all the rights and privileges thereto, thanking him for his dedicated service to the university.

### **Conferral of the Title President *Emeritus* (RBOT 11-03-12)**

Chair Farar moved the item; there was a second.

The Board of Trustees approved the following resolution:

**WHEREAS**, Roy McTarnaghan was appointed as interim president of California State University, San Marcos in May 2003, following a long and distinguished career in higher education which included service as the founding president of Florida Gulf Coast University, and

**WHEREAS**, He has strongly led the young university during its time of transition to new leadership, fostering its continued growth and educational promise, while helping to build the university and its educational community, and

**WHEREAS**, He has been a respected national academic leader in the states of New York, Virginia, West Virginia, Florida, and California; and

**WHEREAS**, It is especially fitting that the California State University should recognize those leaders who have made special 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 Roy McTarnaghan, with all the rights and privileges thereto, thanking him for his valuable service to the university.

### **Report of Committees**

## **Committee on Collective Bargaining**

Trustee Hauck reported the committee recognized representatives of the Academic Professionals of California and the California State Employees Association.

## **Committee on Finance**

Trustee Hauck reported the committee heard one information item, 2003/2004 Student Fee Report and two action items as follows:

### **California State University 2004/2005 Support and Lottery Budgets (RFIN 11-03-14)**

Trustee Hauck moved the item; there was a second.

The Board of Trustees approved the following resolution:

#### **1. State Appropriated 2004/2005 Support Budget**

**RESOLVED**, By the Board of Trustees of the California State University, that the 2004/2005 Support Budget is approved as submitted by the chancellor; and be it further

**RESOLVED**, That the chancellor is authorized to adjust and amend this budget to reflect changes in the assumptions upon which this budget is based, and that such changes made by the chancellor be communicated promptly to the trustees; and be it further

**RESOLVED**, That the chancellor is authorized to comply with requests of the Department of Finance and the legislature regarding establishment of priorities within this budget; and be it further

**RESOLVED**, That copies of this resolution be transmitted to the California Postsecondary Education Commission, to the governor, to the director of finance and to the legislature.

#### **2. 2004/2005 Lottery Revenue Budget**

**RESOLVED**, By the Board of Trustees of the California State University, that the 2004/2005 Lottery Revenue Budget totaling \$42.9 million be approved for implementation by the chancellor, with the authorization to make transfers between components of the Lottery Revenue Budget and to phase expenditures in accordance with receipt of lottery funds; and be it further

**RESOLVED**, That the chancellor is hereby granted authority to adjust the

2004/2005 Lottery Revenue Budget approved by the Board of Trustees to the extent of receipt of greater or lesser lottery revenue than budgeted in 2004/2005 to respond to opportunities or exigencies; and be it further

**RESOLVED**, That a report of Lottery Revenue Budget receipts and expenditures be made to the Board of Trustees.

**Concur with the Final Environmental Impact Report for the California State University Stanislaus, Stockton Off-Campus Center Master Development Plan and Approve Delegation of Authority (RFIN 11-03-15)**

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:

1. The FEIR was prepared to include the conceptual Master Development Plan for the Stockton Center Site, and this Board of Trustees concurs with the findings identified in the Final EIR pursuant to the requirements of the California Environmental Quality Act.
2. Based on the Information contained in the subject Final EIR and the mitigation measures identified therein, the proposed project will not have a significant effect on the environment.
3. No additional mitigation measures by the Board of Trustees as the Responsible Agency are necessary.
4. The project will benefit the California State University.
5. The Stockton Center Site Master Development Plan, including the CSU Stanislaus, Stockton Off-Campus Center, dated November 2003, is approved (Attachment A).
6. This Board delegates to the Chancellor the authority to appoint the Executive Director of the Stockton Center Site Authority, with the concurrence of the Site Authority Board.
7. Section 2 of the trustees' September 19-20, 2000 resolution RFIN 09-14-00 is hereby amended to substitute reference to the Assistant Vice Chancellor, Capital Planning, Design and Construction with "... or the Chancellor appointed Executive Director to the Site Authority, are each hereby authorized and directed, jointly and severally...."

## **Committee on Campus Planning, Buildings and Grounds**

Trustee Pesqueira reported the committee heard four action items as follows:

### **Amend the 2003/2004 Capital Outlay Program, Nonstate Funded (RCPBG 11-03-19)**

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 2003/04 Nonstate Funded Capital Outlay Program be amended to include: \$989,000 for preliminary plans, working drawings and construction for the California State Polytechnic University, Pomona, South Campus Drive Extension project.

### **Approval of Supplement to the Final Environmental Impact Report for the Faculty and Staff Housing H-8 at California Polytechnic State University, San Luis Obispo (RCPBG 11-03-20)**

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 upon consideration of the information provided in the Supplement to the H-8 Final EIR and all other information in the record of these proceedings, the board makes the following findings:

1. In accordance with the judicial writ, the board sets aside those portions of the March 13, 2002 resolution certifying the Final EIR, the CEQA Findings and the Mitigation Monitoring Plan for the H-8 project that address: (1) carbon monoxide hot spots, (2) wastewater treatment capacity, (3) cumulative impacts on air quality and traffic, specifically including the combined impacts of the H-8 and H-9 Projects, and (4) the construction-related and cumulative air quality impacts for which Statements of Overriding Considerations were adopted in the Master Plan EIR but not in the Final EIR.
2. Section 21081 of the Public Resources Code and Section 15091 of the State CEQA Guidelines require that the Board of Trustees make findings prior to approval of a project (along with statements of fact supporting each finding).
3. This board has reviewed and considered the additional Findings of Fact and related Mitigation Measures prepared for Agenda Item 2 of the November 18-19, 2003 meeting of the Committee on Campus Planning, Buildings and

Grounds for the Supplement to the H-8 Final EIR, which identify specific impacts of the proposed project and related mitigation and which are hereby incorporated by reference.

4. This board has reconsidered the March 13, 2002 approval of the project in light of the Supplement to the H-8 Final EIR and all other information and analysis specified in the record for this project. This information demonstrates that the nature and severity of the project's impacts have not materially changed. This board will adopt appropriate findings to modify the original resolution approving the project.
5. Prior to certification of the Supplement to the H-8 Final EIR, the Board of Trustees has reviewed and considered the above-mentioned Supplement to the H-8 Final EIR and finds that the Supplement reflects the independent judgment of the Board of Trustees. The board hereby certifies the Supplement to the H-8 Final EIR for the proposed project as complete and adequate and in conformance with CEQA, the State CEQA Guidelines and the requirements imposed by the writ of mandate issued in San Luis Obispo Superior Court Case No. CV 020325. For the purposes of CEQA and the State CEQA Guidelines, the record of the proceedings for the project includes the following:
  - The Cal Poly Master Plan and the previously certified Master Plan EIR;
  - The Draft EIR for the Cal Poly San Luis Obispo, Faculty and Staff Housing at Site H-8;
  - The Final EIR including all comments received and responses to comments;
  - The proceedings before the Board of Trustees relating to the subject project, including testimony and documentary evidence introduced at such proceedings;
  - All attachments, documents incorporated, and references made in the documents;
  - The Peremptory Writ of Mandate issued January 10, 2003 and the Statement of Decision filed on December 23, 2002;
  - The Supplement to the H-8 Final EIR for the Cal Poly San Luis Obispo, Faculty and Staff Housing at Site H-8; including all comments received and responses to comments at <http://www.cphousingcorp.org/>.

All of the above information is on file with the California State University, Office of the Chancellor, Capital Planning, Design and Construction, 401 Golden Shore, Long Beach, California 90802, and California Polytechnic State University, Office of Facilities Planning and Capital Projects (Building 70) San Luis Obispo, California 93407.

6. The board adopts the Findings set forth in Agenda Item 2 of the November 18-19, 2003, meeting of the Committee on Campus Planning, Buildings and Grounds, including the rejection or modification of mitigation measures, the Statements of Overriding Considerations and the other findings. The board specifically finds that the rejected or unmodified mitigation measures were not feasible for the reasons stated in the Final EIR.
7. The board certifies the Supplement to the H-8 Final EIR for the California Polytechnic State University, San Luis Obispo, Faculty and Staff Housing at Site H-8, and directs that the Supplement be considered in any further actions on the project.
8. The Mitigation Measures identified in the Mitigation Monitoring Plan are hereby adopted and shall be monitored and reported in accordance with the Mitigation Monitoring Plan of Agenda Item 2 of the November 18-19, 2003 meeting of the Committee on Campus Planning, Buildings and Grounds, which meets the requirements of CEQA (Public Resources Code, Section 21081.6).
9. The board reconsidered the approval of the California Polytechnic State University, San Luis Obispo, Faculty and Staff Housing at Site H-8 in light of the Supplement to the H-8 Final EIR and all other information within the record of this proceeding and finds that, except as otherwise provided for in this resolution, no modifications to the March 13, 2002 project approvals are necessary.
10. The chancellor or his designee is requested under the Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.
11. The schematic plans for the California Polytechnic State University, San Luis Obispo, Faculty and Staff Housing at Site H-8 project remain unchanged and, in light of the Supplement and the record in this proceeding, no modification of the March 13, 2002 approval of the schematic plans is required.

**Certify the Final Environmental Impact Report and Approve the Campus Master Plan Revision at California State University, Fullerton (RCPBG 11-03-21)**

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. The FEIR and Addendum for the CSU Fullerton master plan revision was prepared to address the environmental effects, mitigation measures, and

project alternatives associated with the approval and implementation of the proposed master plan revision, including increased enrollment, and all discretionary actions relating to it, including component construction projects as identified in Section 1.0 Project Description of the FEIR.

2. The FEIR and Addendum was prepared pursuant to the California Environmental Quality Act, the CEQA Guidelines, and CSU CEQA procedures.
3. The Addendum dated October 2003 to the FEIR was prepared to address land use inconsistency between existing local agency designation and the proposed CSU Fullerton master plan use program for the 2003 master plan update project in accordance with Section 15164 of the CEQA guidelines.
4. The Addendum has adequately analyzed the specific land use issues identified for this project.
5. This resolution is adopted pursuant to the requirements of Section 21081 of the Public Resources Code (CEQA) and Section 15091 of the California Code of Regulations (CEQA Guidelines), which require that the Board of Trustees make findings prior to approval of a project along with a statement of fact supporting each finding.
6. This board hereby adopts the Findings of Fact and related mitigation measures identified in the Mitigation Monitoring Program for Agenda Item 3 of the November 18-19, 2003, meeting of the trustees' Committee on Campus Planning, Buildings and Grounds, which identify specific impacts of the proposed project and related mitigation measures which are hereby incorporated by reference.
7. The board's adopted Findings include specific overriding considerations that outweigh certain remaining significant impacts.
8. Prior to certification of the FEIR and Addendum, the Board of Trustees has reviewed and considered the above-mentioned FEIR and Addendum and finds that the FEIR and Addendum reflects the independent judgment of the Board of Trustees. The board hereby certifies the FEIR and Addendum for the proposed project as complete and adequate in that the FEIR and Addendum addresses all significant environmental impacts of the proposed project and fully complies with the requirements of CEQA and the CEQA Guidelines. For the purpose of CEQA and the CEQA Guidelines, the record of the proceedings for the project is comprised of the following:
  - A. The Draft EIR for the CSU Fullerton master plan revision;

- B. The FEIR and Addendum, including comments received on the Draft EIR and responses to comments;
- C. The proceedings before the Board of Trustees relating to the subject project, including testimony and documentary evidence introduced at such proceedings; and
- D. All attachments, documents incorporated, and references made in the documents as specified in items (A) through (C) above.

The above information is on file with the California State University, Office of the Chancellor, Capital Planning, Design and Construction, 401 Golden Shore, Long Beach, California 90802-4210, and California State University, Fullerton, Department of Facilities Management, 800 North State College Avenue, Fullerton, California 92834.

- 9. The board hereby certifies the FEIR and Addendum for the CSU Fullerton master plan revision.
- 10. The mitigation measures identified in the Mitigation Monitoring Program are hereby adopted and shall be monitored and reported in accordance with the Mitigation Monitoring Program for Agenda Item 3 of the November 18-19, 2003 meeting of the trustees' Committee on Campus Planning, Buildings and Grounds, which meets the requirements of the CEQA (Public Resources Code, Section 21081.6).
- 11. The CSU Fullerton master plan revision dated November 2003 is approved at a master plan enrollment ceiling of 25,000 FTES.
- 12. The chancellor or his designee is requested under the Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the CSU Fullerton master plan revision.

**Approval of Schematic Plans (RCPBG 11-03-22)**

Trustee Pesqueira moved the item; there was a second.

The Board of Trustees approved the following resolution:

**1. CSU Chico—Student Services Center**

**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, Chico, Student Services Center 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, Chico, Student Services Center are approved at a project cost of \$35,731,000 at CCCI 4019.

## **2. CSU Monterey Bay—Library**

**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, Monterey Bay, Library has been prepared in accordance with the requirements of the California Environmental Quality Act.
2. The proposed project will not have a significant adverse impact on the environment, and the project will benefit the California Sate University.
3. The schematic plans for the California State University, Monterey Bay, Library are approved at a project cost of \$58,170,000 at CCCI 4019.

## **4. CSU Monterey Bay—Visitor Center/Gateway**

**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, Monterey Bay, Visitor Center/Gateway project has been prepared in accordance with the requirements of the California Environmental Quality Act.
2. The proposed project will not have a significant adverse impact on the environment, and the project will benefit the California State University.

3. The schematic plans for the California State University, Monterey Bay, Visitor Center/Gateway project are approved at a project cost of \$4,584,000 at CCCI 4019.

### **Committee on Governmental Relations**

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

#### **2003/2004 Legislative Report No. 6 (RGR 11-03-10)**

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. 6 is adopted.

### **Committee on Audit**

Trustee Mehta reported the committee heard two information items, Status Report on Current and Follow-up Internal Audit Assignments; and Status Report on the Bureau of State Audits Report on the Common Management System.

### **Committee on Institutional Advancement**

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

#### **Approval of Naming of Facility - California State University, Monterey Bay (RIA 11-03-09)**

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 new Science and Academic Center at California State University, Monterey Bay be named the Patricia and Robert Chapman Science Academic Center.

### **Committee on Educational Policy**

Trustee Achtenberg reported the committee heard two information items, Community Service Learning in the California State University and Proposed Revision of Title 5 Regulations: Student Discipline and Intellectual Property.

## **Committee on University and Faculty Personnel**

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

### **Executive Compensation (RUF 11-03-04)**

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 Dr. Paul J. Zingg shall receive a salary set at the annual rate of \$205,008 and a housing allowance set at the annual rate of \$30,000, effective February 1, 2004, the date of his appointment as president of the California State University, Chico.

## **Communications and Correspondence**

### **Old Business**

### **New Business**

### **Public Comments**

The board heard comments from the following members of the public: George Kurtz, Charles F. Goetzl, President APC, Pat Gantt, CSEA, Elizabeth Hoffman, CFA Associate VP Lecturers; Mark Sekelick, CFA Associate VP, North; David Bradfield, CFA, Associate VP, South; Lillian Taiz, CFA Vice President; Dr. Norman Mann, SDSU; Douglas A. Oden, President San Diego NAACP; J. Owens Smith; Chenyn Allen, Student, CSULA; Joseph Teixeira, student CSUDH; Saul Figueroa, CSUDH Chicano/a Studies; Xihuan Montalvo, CSUDH Chicano/a Studies; Agustin Saavedra, CSUDH Chicano/a Studies; Cheno Morales, CSUDH Chicano/a Studies; Marta Hernandez, CSUDH Chicano/a Studies; and Ricardo Hernandez, CSUDH Chicano/a Studies

### **Adjournment**

The meeting was adjourned at 1:40 p.m.

**REPORT OF CHAIR DEBRA S. FARAR**  
**Board of Trustees**  
**The California State University**  
**November 19, 2003**

Good afternoon, since we last met we now have a new governor. The change in leadership in the state also resulted in the leadership of the Board. You will notice that the five recently appointed trustees who had not yet received Senate confirmation Maria Contreras-Sweet, Alice Huffman, Stanley M. Toy, Jr. M.D., Milton M. Younger, Daniel Weinstein are no longer with us. In addition, the Governor of the State of California also serves as a trustee. I'm the chair of Board, but the Governor of the Board. So on behalf of the Board, I would like to extend a welcome to Governor Schwarzenegger to the CSU Board of Trustees.

Today's board meeting is extremely important because we will be approving the budget that will serve as the basis for our future discussions with the new administration in Sacramento.

We expect another extremely challenging year for the CSU budget. But no matter what lies ahead, we will remain focused on the CSU's primary mission, which is to provide an accessible, high-quality university education for California students.

I want to recognize and thank all of the presidents for how smoothly our campuses are running this fall even with all of the budget cuts we have taken. The planning that we have been doing for the past 18 months has clearly been effective.

I wanted to share with all of you the very sad news of the death of former CSU Trustee Michael Stennis. Michael served on this board from 1994 to 2000. He was a committed board member and he valued the mission of the California State University. He passed away on October 26<sup>th</sup>. Those of you who were unable to attend his memorial service will be glad to know that it was a very joyous celebration of his life. He will be greatly missed by all of us in the CSU family.

And now for some good news, congratulations are in order for José Solache, the chair of the California State Student Association. José, who is 22 years old, won election to the Lynwood Unified School District's Governing Board on November 4<sup>th</sup>. Congratulations José – we look forward to many good things from you.

Next, I want to thank the trustees for all of the work they have done to carry out so many successful presidential searches. Here are a few updates on the current searches: The Board of Trustees has selected a new president for CSU Chico: Paul Zingg, who is currently provost and vice president for academic affairs at Cal Poly. He will begin at CSU Chico on February 1. I want to thank Roberta Achtenberg for chairing that search, as well as the other members of the

## **EXHIBIT A**

Full Board Meeting

January 27-28, 2004

Page 2 of 2

search committee, Trustees Murray Galinson and Kyriakos Tsakopoulos. Thank you all for your efforts in this successful search.

We have two other presidential searches that are nearing conclusion, at San Jose State and at Cal State San Marcos. We had three outstanding finalists for both of those searches. We expect to announce the final appointments for those searches sometime this week.

Finally, we have one remaining presidential search that we have yet to begin, at CSU Bakersfield. At this time I would like to name Roberta Achtenberg as chair of this search and Murray L. Galinson and Kyriakos Tsakopoulos as committee members. This search could begin by mid January and conclude in spring 2004.

Last, I want to recognize a few significant events and honors awarded to CSU campuses since our last meeting. In October, I participated in ribbon cutting events at Monterey Bay for the Chapman Science Academic Center and at Fresno for the Save Mart Center. Congratulations to Presidents Smith and Welty on the opening of these outstanding new facilities.

Congratulations to San Jose State's College of Education, which received a grant of more than \$1.2 million from the U.S. Department of Education for the California Model of Development project. The project is a collaborative effort with local school districts, non-profits and industry partners to prepare future teachers to use technology.

Congratulations to Cal State San Marcos for receiving a \$3.6 million, four-year biomedical research grant from the National Institutes of Health. The NIH program is aimed at assisting faculty at minority-serving institutions that are committed to increasing the number of underrepresented minorities in biomedical research.

Last but not least, congratulations to President Gordon and Cal State Fullerton for receiving the Hispanic Association of Colleges and Universities' Outstanding Member Institution Award. The award recognizes a HACU member institution that has excelled in advancing the mission and goals of the association.

That concludes my report. It is now time for the Chancellor's Report.

**REPORT OF CHANCELLOR CHARLES B. REED**  
**Board of Trustees**  
**The California State University**  
**November 19, 2003**

Thank you, Chair Farar. I would like to suggest that when this board adjourns today, it adjourns in memory of Michael Stennis.

Today is a very important day for this board because we will be asking you to approve our budget for 2004/05, which will be a road map or a set of guidelines that we will use explain our needs to the Department of Finance, the Senate and the Assembly. Hopefully after May, we will come out with a good budget.

I am optimistic because of some of the brief conversations that we have had with the new governor and his staff. They really ran on a platform and talked about the values of creating better business environment in California. One thing we know is that we can't create a better business environment in California without the California State University. We are the economic engine of this state. This past May and June we provided 77,000 well-prepared graduates to enter the business communities of California. I think that we have to tell our story and we have to advocate for the students of the CSU. We have to prove that we are vital to California's economic prosperity. I think if we do that we will be a success.

The one thing that I did hear the new governor say was that things will probably get worse before they get better. I think I understand what that means. The deficit is somewhere between \$25 and \$28 billion when you get right down to it. I also think that we are very vulnerable to mid-year adjustments. Frankly, when you have a \$28 billion hole, it will be more painful to make cuts next July than this January, but others have got to work that through. So those are some of the major hurdles that we are facing.

It is truly a California crisis and that crisis is going to challenge this university and every other part of government, and so we are not by ourselves. There are a lot of other people that are part of this and have responsibilities as important as we do. Debra referred to this and I want to say this again: I cannot compliment enough all of our presidents, Richard and his staff, and Dave, Jackie, and others. We worked for the last 18 months to prepare for this year and it shows what good planning can do. We welcomed a new group of students. We have 409,000 students attending the California State University. Very few people lost their jobs and almost all of those students are being served with classes and sections on our campuses.

We don't have 18 months to plan for this next crisis and we don't have anything left to save up to carry over into this next year. But what we're doing this year is that we are managing this system with \$304 million less than what we had this last year. We are serving more students. Our faculty is working harder and they are teaching more. Our class sizes are larger so we are demanding more of our staff and providing services to our students. I think we have found some

## **EXHIBIT B**

Full Board Meeting

January 27-28, 2004

Page 2 of 2

new ways to improve our efficiency and we will continue to do this but we also have to remember that there's a relationship between the amount of money you have and the number of students that you can serve with quality. We will keep our eye on that.

Now, several of us will be meeting in about two weeks with the UC and Bob Dynes, the president of the University of California. We worked very well together this past year and we plan to do the same thing this year. Bob is having group of university and community college presidents and senior staff such as Richard and his colleagues join him at UCLA the first week in December to talk about how all of public higher education in California can work together. As a part of that, Bob and I have talked about the importance of the California dream or access and what else can the CSU and UC do about access. Part of that conversation will include the private college and university sector of California so we can figure out what to do if we have to refer students and or provide information as how to apply to other places.

Let me finish with good news. First I want to let you all know that former Cal Poly Pomona President Bob Suzuki is going to receive a very high honor this winter. He will receive an "Order of the Rising Sun," which is the Japanese government's highest award.

Also, Jackie McClain, who is our vice chancellor for human resources, just received the Donald E. Dickason Award from the College and University Professional Association for Human Resources. Jackie has been in this business and a member of that association for about 30 years. In her most recent service she was the president of the national board and the national board recognized her with their highest honor. Congratulations, Jackie.

Last, I want to congratulate Kim Wible for her service as the systemwide police coordinator. Kim joins us from San Francisco State, where she has served as the chief of police since 1988. She has helped us out at the systemwide level for a little more than two years. Now, a call from Kim to me is not good news, especially when it's in the middle of the night. But I have full confidence in Kim that we would know what was going on and when bad things happened we would have people at the scene no matter what time it was or where it was. We had a fire not very long ago at Fresno at 5:00 in the morning and before 9:00 we had our insurance risk management people there to help them. Kim has also helped us improve communications systemwide with all the other police chiefs. She also fine tuned the reporting process on criminal statistics. Kim is a national expert on Clery Act compliance. Because of Kim, the California State University was nationally recognized for its reporting on the Clery Act this past year. Kim was also recently named to the California Campus Sexual Assault Task Force. Kim, we are going to miss you. I don't know who's going to take your place, but they will have a big job to fill.

Chair Farar, would you join me in honoring Kim.

That concludes my remarks.