

TRUSTEES OF THE CALIFORNIA STATE UNIVERSITY

**California State University
Office of the Chancellor
Glenn S. Dumke Auditorium
401 Golden Shore
Long Beach, CA 90802**

March 25, 2015

Presiding: Lou Monville, Chair

10:15 a.m. Board of Trustees Dumke Auditorium

Call to Order and Roll Call

Public Comment

Chair's Report

Chancellor's Report

Report of the Academic Senate CSU: *Chair—Steven Filling*

Report of the California State University Alumni Council: *President—Kristin Crellin*

Report of the California State Student Association: *President—Devon Graves*

Approval of Minutes of Board of Trustees' Meeting of January 28, 2014

Committee Reports

Committee on Collective Bargaining: *Chair—Roberta Achtenberg*

Committee of Educational Policy: *Chair—Debra S. Farar*

1. Academic Master Plan Update

*The Board of Trustees is a public body, and members of the public have a right to attend and participate in its meetings. This schedule of meetings is established as a best approximation of how long each scheduled meeting will take to complete its business. Each meeting will be taken in sequence, except in unusual circumstances. Depending on the length of the discussions, which are not possible to predict with precision in advance, the scheduled meeting times indicated may vary widely. The public is advised to take this uncertainty into account in planning to attend any meeting listed on this schedule.

Committee on Campus Planning, Buildings and Grounds: *Chair—J. Lawrence Norton*

1. Amend the 2014-2015 Capital Outlay Program for California State Polytechnic University, Pomona, and California State University, Sacramento
2. Approval of Schematic Plans for California State University, Fullerton, California State Polytechnic University, Pomona and California State University, Sacramento
3. Categories and Criteria for the Five-Year Capital Improvement Program 2016-2017 through 2020-2021

Committee on Audit: *Chair—Lupe C. Garcia*

Committee on Governmental Relations: *Chair—Douglas Faigin*

1. Schedule of Board of Trustees' Meetings, 2016

Committee on Organization and Rules: *Chair—Steven G. Stepanek*

Committee on Finance: *Chair—Roberta Achtenberg*

1. Approval to Issue Trustees of the California State University, Systemwide Revenue Bonds and Related Debt Instruments for Projects at Sacramento State University, CSU Los Angeles, and CSU Northridge
2. Conceptual Approval of a Public/Private Partnership Multi-Family Housing Development Project at California State University Channel Islands

Committee on Institutional Advancement: *Chair—Steven Glazer*

1. Naming of an Academic Program – San Diego State University
2. Naming of a Facility – California State University, Long Beach
3. Naming of a Facility – California State University, Sacramento

Committee of the Whole: *Chair—Lou Monville*

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

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

January 28, 2015

Trustees Present

Lou Monville, Chair
Roberta Achtenberg
Talar Alexanian
Toni Atkins, Speaker of the Assembly
Kelsey Brewer
Adam Day
Rebecca D. Eisen
Douglas Faigin
Debra S. Farar
Lupe Garcia
Steven Glazer
Lillian Kimbell
J. Lawrence Norton
Steven Stepanek
Timothy P. White, Chancellor

Chair Monville called the meeting to order.

Public Comment

The board of heard from several individuals during the public comment period: Jennifer Ovalle, student, Dominguez Hills, spoke on behalf of students for quality education with regards to student success fees; Alicia Morales, Long Beach immigrant rights coalition, spoke about the effect success fees would have on the undocumented student; Lizzy Naameh, organizer, National Association of working women, spoke about student success fees and the rising cost of tuition at California State University; Ernesto Chavez, student, Cal Poly Pomona, spoke about the rising cost of tuition; Daisy Gallardo, student, Long Beach, spoke about student success fees; Andrea Donadi, student Long Beach community college, spoke about the financial burden to get an education; Mitchell Kobayashi, Student, Maritime Academy, spoke about student success fees and how coded memorandums should be put in place for all category 2 fees so there are no loop holes in fees; Andrea Guerra, student, Long Beach, addressed the board regarding rolling back student success fees; Pat Gantt, president, CSUEU addressed the board about the effect budget cuts have had on the system and abandonment of the

master plan; Mike Chavez, bargaining unit 5, chair, CSUEU, spoke about systemwide policies; Rocky Sanchez, bargaining unit 7, chair, CSUEU, spoke about the budget and easing the burden on students tuition fees.

Chair's Report

Chair Monville's complete report can be viewed online at the following URL:

<http://calstate.edu/BOT/chair-reports/jan2015.shtml>

Chancellor's Report

Chancellor Timothy P. White's complete report can be viewed online at the following URL:

<http://calstate.edu/bot/chancellor-reports/150127.shtml>

Report of the Academic Senate CSU

CSU Academic Senate Chair, Steven Filling's complete report can be viewed online at the following URL:

http://www.calstate.edu/AcadSen/Records/Chairs_Reports/documents/January_2015_Chairs_BO T_Rept.pdf

Report of the California State University Alumni Council

Alumni Council President, Kristin Crellin's complete report can be viewed online at the following URL: <http://www.calstate.edu/alumni/council/bot/20150128.shtml>

Report from the California State Student Association

CSSA President Devon Grave's complete report can be viewed online at the following URL:

http://www.csustudents.org/wp-content/uploads/public-documents/pdf/January-2015_CSSA.pdf

Committee Reports

Approval of Minutes of Board of Trustees Meeting

The minutes of the meeting of November 13, 2014, were approved.

Committee on Institutional Advancement

Trustee Glazer reported the committee heard two action items as follow:

Annual Report on Philanthropic Support for 2013-2014 (RIA 01-15-01)

Trustee Glazer moved the item. The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that the Annual Report on Philanthropic Support for 2013-14 be adopted for submission to the California Joint Legislative Budget Committee and the California Department of Finance.

Naming of a Facility—San Francisco State University (RIA 01-15-02)

Trustee Glazer moved the item. The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that RIA 07-08-11 be rescinded, and that the recreation and wellness center at San Francisco State University be named the Mashouf Wellness Center.

Committee on Governmental Relations

Trustee Faigin reported the committee heard three action items as follow:

Federal Agenda for 2015 (RGR 01-15-01)

Trustee Faigin moved the item. The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that the Federal Agenda for 2015 be adopted.

Statement of State Legislative Principles for 2015-2016 (RGR 01-15-02)

Trustee Faigin moved the item. The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that the Statement of Legislative Principles for 2015-2016 be adopted; and be it further

RESOLVED, that the chancellor is authorized to take positions on pending legislation on behalf of the California State University system; but prior to taking such positions on significant policy or legislative matters, the chancellor shall consult, when practical, with the chair of the Committee on Governmental Relations or the chair of the Board of Trustees; and be it further

RESOLVED, that the Chancellor shall keep the Board of Trustees regularly informed of the positions taken and of such other matters affecting governmental relations as deemed necessary and desirable.

Sponsored State Legislative Program for 2015 (RGR 01-15-03)

Trustee Faigin moved the item. The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that the Sponsored Legislative Program for 2015 be adopted.

Committee on Audit

Trustee Garcia reported the committee heard three information items: Status Report on Current and Follow-Up Internal Audit Assignments, Report of the Systemwide Audit in Accordance with Generally Accepted Accounting Principles Including the Report to Management, Single Audit Reports of Federal Funds, and one action item as follows:

Assignment of Functions to Be Reviewed by the Office of Audit and Advisory Services for Calendar Year 2015 (RAUD 01-15-01)

Trustee Garcia moved the item. The Board of Trustees approved the following resolution:

RESOLVED, By the Committee on Audit of the California State University Board of Trustees that the 2015 internal audit plan, as detailed in Agenda Item 1 of the Committee on Audit at the January 27-28, 2015 meeting, be approved.

Committee on Educational Policy

Trustee Farar reported the committee heard four information items: California State University Libraries of the Future, California State University STEM Collaboratives, The Apple Distinguished Program Award, and The Wang Family Excellence Award.

Committee on Organization and Rules

Trustee Stepanek reported the committee heard one information item: Proposed Schedule of Board of Trustees' Meetings, 2016.

Committee on University and Faculty Personnel

Trustee Kimbell reported the committee heard one information item: Executive Compensation: Individual Transition Program and two action items as follow:

Executive Compensation: Executive Vice Chancellor for Academic and Student Affairs (RUF 01-15-01)

Trustee Kimbell moved the item. The Board of Trustees approved the following resolution:

RESOLVED, by the Board of Trustees of the California State University, that Dr. Loren J. Blanchard shall receive a salary set at the annual rate of \$319,300 effective the date of his appointment as executive vice chancellor for academic and student affairs for the California State University; and be it further

RESOLVED, Dr. Blanchard shall receive additional benefits as cited in Item 1 of the Committee on University and Faculty Personnel at the January 27-28, 2015 meeting of the Board of Trustees.

California State University Chancellor's Evaluation Policy (RUF 01-15-02)

Trustee Kimbell moved the item. The Board of Trustees approved the following resolution with one abstained vote from Chancellor White:

RESOLVED, by the Board of Trustees of the California State University, that the Chancellor's Annual Conference and Evaluation Process begin in March 2015, and proceed thereafter in the manner as presented in Agenda Item 2 of the Committee on University and Faculty Personnel at the January 27-28, 2015 meeting of the CSU Board of Trustees.

Committee on Campus Planning Buildings and Grounds

Trustee Eisen reported the committee heard two information items: Acceptance of Interest in Real Property at California State University, San Bernardino Palm Desert Off-Campus Center, California State University Channel Islands' CI 2025 Strategy and three action items as follow:

Amend the 2014-2015 Non-State Funded Capital Outlay Program for California State University, Channel Islands and California Polytechnic State University, San Luis Obispo (RCPBG 01-15-01)

Trustee Eisen 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 2014-2015 non-state funded capital outlay program is amended to include: 1) \$11,706,000 for preliminary plans, working drawings, construction and equipment for the California State University Channel Islands Dining Renovation; and 2) \$5,603,000 for preliminary plans, working drawings and construction for the California Polytechnic State University, San Luis Obispo Yosemite Hall Fire Sprinkler System.

Certify the Final Environmental Impact Report and Approve the Campus Master Plan Revision, the Amendment of the 2014-2015 Non-State Capital Outlay Program and Schematic Plans for the Parking Structure II for California State Polytechnic University, Pomona (RCPBG 01-15-02)

Trustee Eisen 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 board hereby certifies the Final EIR for the California State Polytechnic University, Pomona Parking Structure II project dated November 2014 as complete and in compliance with CEQA.
2. 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 the Agenda Item 2 of the January 27-28, 2015, meeting of the Board of Trustees' Committee on Campus Planning Buildings and Grounds, which meets the requirements of CEQA (Public Resources Code, Section 21081.6).
3. 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 at California State Polytechnic University, Pomona Facilities Planning and Management, 3801 West Temple Avenue, Pomona, California 91768.
4. The California State Polytechnic University, Pomona Campus Master Plan Revision dated January 2015 is approved.
5. The chancellor is requested under Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the project.
6. The 2014-2015 non-state funded capital outlay program is amended to include \$40,997,000 for preliminary plans, working drawings, and construction for the California State Polytechnic University, Pomona Parking Structure II project.
7. The schematic plans for the California State Polytechnic University, Pomona, Parking Structure II are approved at a project cost of \$40,997,000 at CCCI 6151.

Approval of Amendment of the 2014-2015 Non-State Capital Outlay Program and Schematic Plans for University Office Park, Phase I for California State University, Bakersfield (RCPBG 01-15-03)

Trustee Eisen 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 Final Initial Study/Mitigated Negative Declaration was prepared pursuant to the California Environmental Quality Act and State CEQA Guidelines.
2. The California State University, Bakersfield University Office Park Phase I project is consistent with the Final Mitigated Negative Declaration prepared pursuant to the California Environmental Quality Act and State CEQA Guidelines and that the effects of the project were fully analyzed in the Final Mitigated Negative Declaration.
3. The 2014-2015 non-state funded capital outlay program is amended to include \$10,400,000 for preliminary plans, working drawings and construction for the California State University, Bakersfield University Office Park, Phase I project.
4. The schematic plans for the California State University, Bakersfield University Office Park, Phase I, are approved at a project cost of \$10,400,000 at CCCI 6151 and in accordance with the timing schedule identified in this Board Agenda Item 3.

Committee of Finance

Trustee Achtenberg reported the committee heard three information items: Report on the 2015-2016 Support Budget, California State University Investment Authority, Policy and Portfolio Review Initiative, Implementation of Governmental Accounting Standards Board Statement No. 68 – Accounting and Financial Reporting for Pensions – an amendment of Governmental Accounting Standards Board Statement No. 27 and four action items as follow:

Working Group on Category II Student Success Fee (RFIN 01-15-01)

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 that, a binding student vote shall be taken on implementation of any proposed new student success fee. All students who are eligible to vote in student government

elections shall be eligible to vote on such student success fee proposals. A rigorous consultation process shall be undertaken to inform and educate students on the uses, impact and cost of any proposed student success fee prior to the binding student vote. In the process of establishing new student success fees, and before the student vote occurs, it must be made clear to the students that if a portion of that fee is intended to support ongoing and/or long-term obligations, that portion of the fee will remain in place until the obligations are satisfied regardless of any subsequent vote to rescind the fee.

BE IT FURTHER RESOLVED, all student success fees now in place shall remain unchanged, including any previously established increments. However, a campus that considers a net new addition to an existing student success fee shall proceed as described in the above paragraph. Any campus proposing a new student success fee or an increase not already scheduled to an existing student success fee will consult with the chancellor and must receive approval on the process that will be followed to obtain approval for the fee before proceeding. Student success fee proposals may not be brought before the student body more frequently than once per academic year,

BE IT FURTHER RESOLVED, if the proposed student success fee is accepted by a simple majority of the students voting, imposition of the fee shall still be contingent on approval by the campus president and chancellor. If the proposed student success fee is for direct instructional purposes that historically were covered by tuition and state funding, then the chancellor shall consult with the chair of the Board of Trustees before final approval is granted,

BE IT FURTHER RESOLVED, newly enacted student success fees shall be in force for at least six years. Student success fees may be rescinded at any time after six years with another binding student vote wherein a simple majority of those students voting vote to rescind the fee. The campus decision to have a vote shall be made by the recognized student government. Rescission vote proposals may not be brought before the student body more frequently than once per academic year. If a vote to rescind passes, the chancellor, in consultation with the board chair and the president, shall ensure that no ongoing contractual or other obligation/liability exists which will remain unsatisfied if the student success fee is rescinded. If any such obligation(s) exist, that portion of the student success fee funding the obligation(s) shall remain in effect and the obligation(s) shall continue to be funded by the student success fee until the obligations are satisfied. No new contractual or other obligation which would be supported by the rescinded student success fee may be entered into following

a vote to rescind the fee. In the process of reconsidering a student success fee, and before the student vote occurs, it must be made clear to the students that if a portion of that fee is intended to support ongoing obligations, that portion of the fee will remain in place until such time as the obligations are satisfied,

BE IT FURTHER RESOLVED, existing student success fees as of the date this resolution is adopted may also be rescinded by a binding student vote under the same procedures described above for rescinding a fee, but no such student vote may be held until after January 1, 2021. If a vote to rescind passes, the chancellor, in consultation with the board chair and the president, shall ensure there are no ongoing, contractual or other obligations which will remain unsatisfied if the student success fee is rescinded. If any such obligations exist, that portion of the student success fee funding the obligations shall remain in effect and the obligations shall continue to be funded by the student success fee until the obligations are satisfied. No new contractual or other obligations which would be supported by the rescinded student success fee may be entered into following a vote to rescind the fee,

BE IT FURTHER RESOLVED, each campus shall be required to have a transparent, online accountability protocol that clarifies the decision process and allocation of student success fees, with annual reporting to the Chancellor and public by October 15. All campuses shall be held to this standard for any existing and new student success fees imposed in the future. In addition, all campus advisory groups that recommend or make final decisions on student success fee allocations shall include majority student representation.

**Policy on Voluntary Statewide Student Involvement and Representation Fee (SIRF)
(RFIN 01-15-02)**

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 that, the trustees act to implement the voluntary Student Involvement and Representation Fee (SIRF) at a rate of \$2 per term. Collection of the fee shall occur twice annually in the fall and spring academic terms. The fee assessment shall commence in the fall of 2015. Each time the fee is assessed, students will be provided a clear and unambiguous means to decline the payment of the fee.

Approved to issue Trustees of the California State University, Systemwide Revenue Bonds and Related Debt Instruments for Projects at California State University Channel Islands and California State Polytechnic University, Pomona (RFIN 01-15-03)

Trustee Achtenberg moved the item: there was a second. The Board of Trustees approved the following resolution:

Orrick, Herrington & Sutcliffe LLP, as bond counsel, prepared resolutions presented in Agenda Item 3 of the Committee on Finance at the January 27-28, 2015, meeting of the CSU Board of Trustees that authorize interim and permanent financing for projects at California State University Channel Islands (Dining Commons Expansion) and California State Polytechnic University, Pomona (Parking Structure II). The proposed resolutions will achieve the following:

1. Authorize the sale and issuance of Systemwide Revenue Bond Anticipation Notes and/or the related or stand-alone sale and issuance of the Trustees of the California State University Systemwide Revenue Bonds in an aggregate amount not-to-exceed \$51,060,000 and certain actions relating thereto.
2. Provide a delegation to the chancellor; the executive vice chancellor and chief financial officer; the assistant vice chancellor, Financial Services; and the deputy assistant vice chancellor, Financing, Treasury, and Risk Management; 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.

Approval to Issue Trustees of the California State University, Systemwide Revenue Bonds and Related Debt Instruments for Systemwide Infrastructure Improvement Projects (RFIN 01-15-04)

Trustee Achtenberg moved the item: there was a second. The Board of Trustees approved the following resolution:

Orrick, Herrington & Sutcliffe LLP, as bond counsel, prepared resolutions presented in Agenda Item 4 of the Committee on Finance at the January 27-28, 2015 meeting of the CSU Board of Trustees that authorize interim and permanent financing for the projects noted in Attachment A. The proposed resolutions will achieve the following:

1. Authorize the sale and issuance of Systemwide Revenue Bond Anticipation Notes and/or the related or stand-alone sale and issuance of the Trustees of the California State University Systemwide Revenue Bonds in an aggregate amount not-to-exceed \$180,000,000 and certain actions relating thereto.
2. Provide a delegation to the chancellor; the executive vice chancellor and chief financial officer; the assistant vice chancellor, Financial Services; and the deputy assistant vice chancellor, Financing, Treasury, and Risk Management; 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.

In addition, the following resolution was approved:

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

1. \$10,000,000 per year be set aside from its annual operating funds for the payment of debt service and direct project expenditures related to the funding of its capital improvement program noted in Attachment A.
2. The chancellor is authorized to make adjustments in the projects to be financed as noted in Attachment A as necessary to maximize use of the limited financing resource.

Approval of the Final Development Agreement for a Commercial Office Facility on Real Property at California State University, Bakersfield (RFIN 01-15-05)

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 Trustees approve the development of the Commercial Office Facility at California State University, Bakersfield as described in Agenda Item 5 of the Committee on Finance at the January 27-28, 2015 and delegate to the chancellor, the executive vice chancellor and chief financial officer, and their designees' the authority to execute agreements necessary to implement the plan for this project.

Committee on Collective Bargaining

Trustee Achtenberg reported the committee approved the meeting minutes of November 12, 2014. She noted that after hearing from several speakers, the committee unanimously passed the following agreements: CSU/CSUEU, Unit 13 English Language Program Contract Ratification and CSU/Union of American Physicians & Dentists Contract Ratification.