

MINUTES

REGULAR BOARD MEETING

September 7, 2018

1. Call to Order, Oath of Office for New Board Members, and Roll Call

Mr. James Williams, Chair-Elect, called to order the Regular Meeting of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College in the University Administration Building, Baton Rouge, Louisiana, on September 7, 2018 at 1:18 p.m.

The secretary called the roll.

PRESENT

Mr. James Williams
Chair-Elect
Mr. Jack "Jay" Blossman
Mr. Blake Chatelain
Ms. Valencia Sarpy Jones
Mr. Rémy Voisin Starns
Mr. Jimmie M. Woods

Mr. Ronnie Anderson
Mr. Glenn Armentor
Mr. B. Wayne Brown
Mr. Robert S. Dampf
Mr. Lee Mallett
Ms. Mary L. Werner
Mr. Stewart Lockett

ABSENT

Mr. Stephen Perry
Chair
Mr. James W. Moore

Mr. Robert "Bobby" Yarborough
Past Chair

Also present for the meeting were the following: Dr. F. King Alexander, President of LSU; Mr. Tom Skinner, General Counsel; LSU officers and administrators from their respective campuses; faculty representatives; interested citizens and representatives of the news media.

Public Comments

There were six (6) public comments made by Phyllis Benoit, Jan Skelton, and Janis Hernandez on agenda item 9D2. *Request from LSU A&M to Approve Employment Contract with Yolanda "Nikki" Caldwell, Head Coach Women's Basketball* and by Nicole Moliere, Christopher Hebert, and Paul Gibson on agenda item 4. *Oath of Office for the New Board Leadership*.

2. Invocation and Pledge of Allegiance

Mr. Williams, Chair-Elect, recognized Dr. Larry Hollier, Chancellor of the LSUHSC-NO. Chancellor Hollier introduced the two (2) student representatives and one (1) coach addressing the Board.

Mr. Jeffrey Kerst gave the Invocation. Mr. Andrew Mire led the Pledge of Allegiance.

Dr. Jerald James Assistant Professor of Clinical Audiology presented to the Board.

3. Election of the Chair-Elect for 2018-2019

Mr. Williams asked for nominations for Chair-Elect. Mr. Stewart Lockett offered a motion to elect Ms. Mary L. Werner as Chair-Elect, seconded by Mr. Chatelain, and the Board voted unanimously to approve Ms. Werner as Chair-Elect.

4. Oath of Office for the New Board Leadership

Ms. Bernette Joshua Johnson, Chief Justice Louisiana Supreme Court, administered the Oath of Office to Chairman James M. Williams. Ms. Candyce Gagnard Perret administered the Oath of Office to Chair-Elect Mary L. Werner.

5. Approval of the Minutes of the Board Meeting held on June 29, 2018

Upon motion of Mr. Chatelain, seconded by Mr. Blossman, the Board voted unanimously to approve the Minutes of the Regular Board Meeting held on June 29, 2018.

6. Reports from Staff Advisors and Faculty Advisors

Dr. Ken McMillan, Council of Faculty Advisors gave an informational report. Tammy Millican, Council of Staff Advisors gave an informational report.

7. President's Report

Dr. F. King Alexander, President of LSU, advised the Board on various matters including:

Dr. Alexanders recognized LSU for the largest new faculty cohort this Fall.

Dr. Alexander provided an update on the Charity Hospital project.

Dr. Alexander recognized all the staff and faculty for their work on the Ochsner partnership.

Dr. Alexander stated the President's Symposium: Behind the Ballot is on September 29th and 30th.

Dr. Alexander provided an update on the LSU Executive Vice President and Provost search and Dr. Mark Batzer is Chair of the search committee.

Dr. Alexander stated 20% of entrance will have metal detectors at the LSU football games this season and next year all SEC teams will have metal detectors at their entrances.

Dr. Alexander mentioned the Capital Area Promise signed with Baton Rouge Community College and East Baton Rouge Parish.

Dr. Alexander stated LSU is up 89 spots in the Wall Street Journal ranking and jumped from 12th to 7th in the SEC. The Washington Monthly placed LSU is the 4th lowest price in the SEC and rated 1st in the SEC for earnings performance, top 10 in land grant institutions, 8th in flagship institutions and 39th of all public institutions.

Dr. Alexander mentioned an increase in enrollment for our campuses and LSU has 5,803 freshman entering this fall which is LSU's largest freshman class with 78% of the class from Louisiana and tied with last year's class in academics.

8. Reports to the Board

Upon motion of Mr. Starns, seconded by Mr. Dampf, the Board voted unanimously to approve all reports to the Board.

- a. FY18 4th Quarter Consolidated Report on Personnel Actions Not Requiring Board Approval
- b. FY18 4th Quarter Consolidated Investment Report
- c. FY18 4th Semi-Annual Consolidated Financial Report
- d. New 403B Supplemental Retirement Structure
- e. Facility Summary Reports
- f. FY19 Internal Audit Plan
- g. FY18 3rd Quarter Audit Summary

9. Committee Reports

A motion was made by Ms. Werner, seconded by Mr. Blossman, to approve the Committee resolutions that were approved by the Committees. The Board voted unanimously to approve all Committee resolutions.

9A. Academic and Student Affairs, Achievement and Distinction Committee

Mr. Armentor, Chair of the Academic and Student Affairs, Achievement and Distinction Committee, reported the Committee received two (2) consent agenda items for approval.

9A1. CONSENT AGENDA

- i. Request from LSU to Change the Name of the School of Library & Information Science to the School of Information Studies
- ii. Request from LSU Shreveport for Continued Approval of the Red River Watershed Management Institute (RRWMI)

Upon motion of Mr. Anderson, seconded by Mr. Stewart, the Committee voted unanimously to approve the following consent resolutions:

NOW, THEREFORE, BE IT RESOLVED that the LSU Board of Supervisors does hereby approve the request from LSU to change the name of the School of Library and Information Science to the School of Information Studies, subject to approval by the Louisiana Board of Regents.

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors does hereby approve the Request for Continued Approval of the Red River Watershed Management Institute from LSU Shreveport, subject to approval by the Louisiana Board of Regents.

Mr. Armentor asked for a motion to adjourn the Committee meeting.

Upon motion of Ms. Jones, seconded by Mr. Anderson, the Committee meeting was adjourned.

9B. Finance, Infrastructure, and Core Development Committee

Mr. Chatelain, Chair of the Finance, Infrastructure, and Core Development Committee, reported the Committee received two (2) presentations and one (1) request for Board approval.

9B1. Update on Response to June 2018 Fee Resolution, Future Implications, and Next Steps

Mr. Dan Layzell, Executive Vice President and CFO, presented to the Board information on the Budget projections for the future and next steps.

9B2. Supplier Diversity Program Update Presentation

Ms. Sally McKechnie, Assistant Vice President for Procurement & Property Management, and Ms. De'Van Stephenson, Supplier Diversity Specialist, presented an update on the Supplier Diversity Program to the Board.

9B3. Recommendation to Approve the FY 2018-2019 Operating Budget

Upon motion of Mr. Mallett, seconded by Mr. Brown, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College does hereby approve the operating budget for the fiscal year ending June 30, 2019, providing:

(a) Final approval and commitment authorization of funds for unrestricted educational and general, medical, and related expenses in the amount of \$1,026,660,906 for the campuses shown below.

- LSU A&M
- LSU Agricultural Center
- LSU Alexandria
- LSU Eunice
- LSU Shreveport
- LSU Health Sciences Center, New Orleans
- LSU Health Sciences Center, Shreveport
- LSU Pennington Biomedical Research Center
- The Hospital and Central Office of the LSU Health Care Services Division

(b) Commitment authorizations for auxiliary enterprises, grants and contracts, and other restricted funds estimated to be \$1,401,010,655.

(c) Transactions included or referred to in the operating budget that otherwise require Board approval are not approved by mere inclusion in the operating budget.

BE IT FURTHER RESOLVED that each campus shall prepare a semi-annual financial report that is in accordance with a format approved by the President. The format of the report will include the following:

1. Budget and actual for unrestricted revenues by source of funds
2. Actual for unrestricted expenditures by object and by function
3. Beginning account balances and actual revenues and expenditures/transfers for restricted operations
4. Any significant changes in the budget that should be brought to the attention of the President and Board
5. An explanation of any significant reduction in anticipated revenues or significant increase in expenditures

Any subsequent modification to the reporting format will be approved by the President with notification to the Board.

Mr. Chatelain asked for a motion to adjourn the Committee meeting.

Upon motion of Mr. Williams, seconded to Mr. Mallett, the Committee meeting was adjourned.

9C. Property and Facilities Committee

Ms. Werner, Chair of the Property and Facilities Committee, reported the Committee received nine (9) requests for Board approval.

9C1. Request for Approval of the FY 2019-20 Five-Year Capital Outlay Budget Request and First Year Prioritized Categories for Louisiana State University

Upon motion of Mr. Anderson, seconded by Mr. Brown, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that the following list of projects to be submitted to the Division of Administration in accordance with the provisions of La. R.S. 39:101 *et seq.* and first year prioritized project categories are approved and;

BE IT FURTHER RESOLVED, that F. King Alexander, Louisiana State University President, be and he is hereby authorized to make adjustments as necessary in this request as circumstances dictate, including technical corrections, increasing or decreasing the amount requested for individual projects by not more than twenty percent (20%) of the amount approved in this resolution, combining or renaming projects and/or changing sources of funds and to add self-generated projects with individual project costs of less than \$1 million without further approval by the Board, provided, however, that such project additions be reported to the Board.

BE IT FURTHER RESOLVED that transactions included or referred to in the capital outlay request that otherwise require Board approval are not approved by inclusion in the capital outlay request per Article VII, Section 8, E.1 of the Bylaws.

9C2. Request from LSU A&M to Authorize the President to Execute a Lease for Construction of Alex Box Plaza with Tiger Athletic Foundation

Upon motion of Mr. Anderson, seconded by Mr. Brown, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College authorizes F. King Alexander, in his capacity as President of LSU, to execute a Lease to Tiger Athletic Foundation in order to facilitate the Construction of Alex Box Champions Plaza and to execute related agreements” as may be reasonably necessary to facilitate the project;

BE IT FURTHER RESOLVED that the Board, pursuant to the Uniform Affiliation Agreement between it and the Tiger Athletic Foundation, finds an acceptable University purpose for Tiger Athletic Foundation to enter into the proposed Lease, and any related or ancillary contracts and agreements reasonably necessary for the project; and,

BE IT FURTHER RESOLVED that F. King Alexander, in his capacity as President of LSU, or his designee, is hereby authorized by and empowered for and on behalf of and in the name of the Board of Supervisors, to include in the Lease any and all provisions and stipulations that he deems in the best interest of the Board of Supervisors.

9C3. Request from LSU A&M to Approve the Schematic Design of the New Kappa Kappa Gamma Sorority House

Upon motion of Mr. Brown, seconded by Mr. Dampf, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College does hereby approve the exterior elevations for the New Kappa Kappa Gamma Sorority House.

9C4. Request from LSU A&M to Approve the Purchase of Property Located at 604 West Roosevelt Street, Baton Rouge, Louisiana from the LSU Real Estate and Facilities Foundation

Upon motion of Mr. Brown, seconded by Mr. Anderson, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College authorizes F. King Alexander, in his capacity as President of LSU, to accept from the LSU Real Estate and Facilities Foundation the assignment of an offer to purchase the building and land located at 604 W. Roosevelt St. from Foundation Enterprises Property Investment Division, LLC in Baton Rouge, Louisiana, and further authorizes President Alexander to purchase that property for an amount no greater than the appraised fair market value; and

BE IT FURTHER RESOLVED that the Board, in addition to the authority granted above, expressly authorizes F. King Alexander to immediately purchase that parcel of land with street address of 604 W. Roosevelt St., Baton Rouge, LA, together with all improvements thereon, for the amount of \$159,900 or such lesser amount determined to be its fair market value; and

BE IT FURTHER RESOLVED that F. King Alexander, in his capacity as President of LSU, or his designee, is hereby authorized by and empowered for and on behalf of and in the name of the Board of Supervisors, in consultation with General Counsel, to execute Acts of Sale and other reasonably required agreements to acquire ownership of such property, and to include in such Acts of Sale or other agreements any terms and conditions that he may deem in the best interests of LSU.

9C5. Request from LSU Health Sciences Center-New Orleans to Approve an Intent to Lease Agreement with an Affiliated 501(c)(3) Organization for the Construction of Improvements for Floors Four through Eight of the Interim LSU Hospital Building

Upon motion of Mr. Anderson, seconded by Mr. Brown, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that F. King Alexander, President of the Louisiana State University A&M College, or his designee, is authorized on behalf of and in the name of the Board of Supervisors to execute an Intent to Lease Agreement with an Affiliated 501(c)(3) Organization for construction of School of Medicine (SOM) Clinical Education Offices and SOM Testing Center in the Interim LSU Hospital Building and related improvements.

BE IT FURTHER RESOLVED that F. King Alexander, President LSU A&M College, or his designee, is hereby authorized by and empowered for an on behalf of and in the name of the Board of Supervisors to include in the Intent to Lease Agreement any and all provisions and stipulations that he deems in the best interest of the Board of Supervisors.” Upon signature by both parties of the Intent to Lease, a Lease Agreement will be developed for approval by the Affiliated 501(c)(3) Board and submitted for approval by the Board of Supervisors.

9C6. Request from LSU Health Sciences Center-New Orleans for Authorization to Accept Transfer of State Owned Nursing Home, Certificate of Need and License and to Negotiate a Lease with Affiliated Hospital to Operate and Manage the Nursing Home

Upon motion of Mr. Brown, seconded by Mr. Anderson, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College (“Board”) does hereby authorize F. King Alexander, President of Louisiana State University, or his designee, to accept a transfer from the Louisiana Department of Health of the John J. Hainkel Home and Rehabilitation Center in New Orleans, its Certificate of Need and License for the benefit of LSU Health Sciences Center- New Orleans and for LSU Health Science Center – New Orleans to negotiate a lease agreement and Cooperative Endeavor Agreement (“CEA”) with an affiliated hospital partner who will operate and manage the facility and will have use of the Certificate of Need and License, subject to Board approval.

BE IT FURTHER RESOLVED that F. King Alexander, President of Louisiana State University, or his designee, is authorized to execute such other consents, approvals, amendments and agreements as are necessary to effectuate said transfer and subsequent lease agreement and CEA and in such other consents, approvals, amendments and agreements those terms and conditions as he deems to be in the best interest of the Board, subject to Board approval.

BE IT FURTHER RESOLVED that F. King Alexander, President of Louisiana State University, or his designee, is authorized to approve the valuation of the assets being transferred and to negotiate a yearly compensation mechanism to Louisiana Department of Health from Louisiana State University Health Sciences Center- New Orleans via an interagency transfer line item in the appropriations process that he deems to be in the best interest of the Board.

9C7. Request from LSU Health Sciences Center-New Orleans to Approve a Cooperative Endeavor Agreement between the LSU Board of Supervisors and the Board of Supervisors of Community and Technical Colleges on behalf of Delgado Community College

Upon motion of Mr. Anderson, seconded by Mr. Woods, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College authorizes F. King Alexander, in his capacity as President of Louisiana State University, to execute an Intent to Enter into Cooperative Endeavor Agreement by and between the Board of Supervisors of Community and Technical Colleges on behalf of Delgado Community College and the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College, said Intent to Enter into Cooperative Endeavor Agreement to contain such terms and conditions as President Alexander deems to be in the best interest of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College.

9C8. Request from LSU A&M to Approve an Exchange of Property with the Louisiana National Guard at LSU Innovation Park, East Baton Rouge Parish, Louisiana

Upon motion of Mr. Brown, seconded by Mr. Woods, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College (the "**LSU Board of Supervisors**") hereby authorizes Dr. F. King Alexander, President of Louisiana State University, or his designee to execute a Cooperative Endeavor Agreement among LSU Board of Supervisors, the Military Department, State of Louisiana and the Louisiana National Guard Foundation, and an act of exchange of immovable property between the LSU Board of Supervisors and the Military Department, State of Louisiana exchanging a certain tract or parcel of ground located on LSU's Innovation Park and being described as Tract B, as said parcel is depicted on Attachment 1 hereto and identified therein as "New LANG Site", and receiving in return that certain tract or parcel of ground located adjacent to LSU's Innovation Park and being described as Tract A, as said parcel is depicted on Attachment 1 hereto, and that President Alexander be and hereby is authorized to execute such cooperative endeavor agreement, act of exchange and any and all other documents necessary to accomplish the transaction and to include in such cooperative endeavor agreement, act of exchange or other documents any terms and conditions as he deems to be in the best interests of the LSU Board of Supervisors.

9C9. Request from the Pennington Biomedical Research Center to Name Room M4063 in the Clinical Research Building the "Art E. Favre Executive Conference Room"

Upon motion of Mr. Woods, seconded by Mr. Armentor, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College does hereby authorize F. King Alexander, President of the Louisiana State University, or his designee, to rename the room M4063 of the Pennington Biomedical Research Center Clinical Research Building the "Art E. Favre Executive Conference Room."

BE IT FURTHER RESOLVED that F. King Alexander, President of the Louisiana State University, or his designee, is duly authorized by and empowered for and on behalf of and in the name of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College to rename room M4063 of the Pennington Biomedical Research Center Clinical Research Building the "Art E. Favre Executive Conference Room."

9D. Athletic Committee

Mr. Williams, Chair-Elect stated the Athletics Committee would not convene this meeting.

9E. Healthcare and Medical Education Committee

Ms. Jones, Chair of the Healthcare and Medical Education Committee, reported the Committee had one (1) item on the agenda.

9E1. Recommendation to Approve a Cooperative Endeavor Agreement with the LSU Board of Supervisors, Ochsner Health System, & the State of Louisiana Through the Louisiana Division of Administration Relating to Management and Operation of Public Hospitals and Clinics in Shreveport and Monroe

Dr. King Alexander, President of LSU; Mr. Warner L. Thomas, CEO of Ochsner Health System; Mr. Jay Dardenne, Commissioner of Administration; Mr. Matthew Block, Executive Counsel to the Governor; Dr. Ghali E. Ghali, Chancellor of LSUHSC-S; and Mr. Patrick Seiter, Partner at Taylor Porter Law Firm presented to the Board on the history, timeline, and documents related to the Cooperative Endeavor Agreement with Ochsner Health System.

Upon motion of Mr. Brown, seconded by Mr. Chatelain, the Committee voted unanimously to approve the following resolution:

NOW, THEREFORE, BE IT RESOLVED that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College, approves the creation of the LSU Health Sciences Center Shreveport -Ochsner Health System-North Louisiana (OLHS-NL) Joint Venture, with an effective date of October 1, 2018; and for which all documents have been presented to the Board for review prior to execution.

BE IT FURTHER RESOLVED, that the President will assure that Louisiana State University Health Sciences Center – Shreveport will maintain its status as a state-owned educational institution following the creation of the OLHS-NL partnership; and

BE IT FURTHER RESOLVED, that the President shall upon request and as appropriate provide a periodic report to the Board on the status of the OLHS-NL Joint Venture and its fulfillment of the “public purpose”.

Ms. Jones asked for a motion to adjourn the Committee meeting.

Upon motion of Mr. Anderson, seconded by Mr. Blossman, the Committee meeting was adjourned.

10. Chairman’s Report

The Chair Mr. Williams recognized Rémy Starns who stated he supports completely holistic admissions and doesn’t see how it lowers the standard in anyway. Mr. Starns congratulated the President and LSU for the incoming freshman class. Mr. Williams stated at the appropriate time the Board will put out a statement.

The Chair Mr. Williams provided notice of a proposal for revisions to the Bylaws of the Board of Supervisors to be presented at the next Board meeting.

The Chair Mr. Williams announced the next Board of Supervisors meeting will be held in Baton Rouge at the LSU Administration Building on October 4, 2018.

11. Adjournment

Chairman Mr. Williams asked for a motion to adjourn with no further business before the Board. Upon motion by Mr. Moore, seconded by Mr. Stewart, the meeting was adjourned.

Stephanie Tomlinson
Executive Assistant
LSU Board of Supervisors