



the most significant item discussed was the retreat on the eight percent proposed increase. The BOG

Dr. Charles Brown noted that there were minor grammatical changes made to the regulations since they were vetted at the committee meeting. Mr. David Kian noted that none of the changes were substantive. With no further discussion there was a motion by Trustee Armand Grossman to approve the agenda items listed by the committee as a whole. The motion was seconded by Trustee Lalita Janke. The motion passed unanimously.

Trustee Blosser modified the agenda and asked Trustee Abraham “Abe” Cohen to present the Overview of Student Government Priorities.

XI. Overview of Student Government Priorities

Trustee Abraham Cohen gave an overview of the priorities for the Student Government (SG) for the 2008-09 school year. The priorities are:

- Making Student Government a resource by offering and bolstering services
- Organizing a Strategic Planning Committee to help increase student attendance at events and build school tradition
- Making the SG office recycle friendly and more sustainable
- Implementing “Keys to Success Interview Series”
- Proposing a history mural project to help bring a sense of community to students both past and present
- Implementing the Responsible Choice initiative to hold students more accountable for course selections, decrease the fail/withdraw rate, and lessen the workload of the Registrar’s and advising offices
- Consolidating and coordinating university-wide communications/promotional materials
- Maximizing the representation of FAU across the State of Florida through the Florida Student Association

Trustee Lalita Janke positively commented on Trustee Cohen’s presentation.

XI. Innovation Village Update

Trustee Blosser asked Mr. Kian to give a brief update on Innovation Village. FAU is continuing to move forward on developing the financial backing and simultaneously moving forward with the physical development of Innovation Village. There are three commitments to the Innovation Village project, the largest being a corporate sponsorship from SmileXpress at \$1.25 million. The University is exploring strategies to maximize the revenue from a naming rights opportunity for the stadium. The University is seeking to integrate the corporate identity of a sponsor with the corporate identity of FAU. The University has moved forward with a competitive invitation to negotiate to solicit bids for the developmental rights to all 2400 beds that would eventually comprise the housing component of Innovation Village. The bid close date was May 19, 2008 and a selection committee is now considering the submissions. Any final recommendations will be brought to the BOT for approval.

The University is currently taking the appropriate steps to prepare for the physical development of Innovation Village. Construction has begun on the gateway projects to Innovation Village; the new FAU Recreation and Wellness Center and the Marlene and Harold Forkas Alumni Center. The first phase of the 600 bed apartment styled structure is

XI. College of Business – Hospitality Management and Tourism Program Five-year Update

Trustee Blosser asked Dr. Dennis Coates to provide the update on the College of Business Hospitality Management and Tourism Program (HMTP). Dr. Coates stated the program was approved in Spring 2003 and launched in Fall 2004. The program has grown from three students to one hundred and eighty students enrolled. Dr. Coates gave an overview of the status of the program at its five-year mark with regards to enrollment, program highlights, corporate connections, and career placements.

Trustee David Feder asked if it would be a benefit to have the HMTP as a college separate from the College of Business (COB) and whether FAU would consider having a hotel on campus. Dr. Coates responded that FAU decided to develop the program within the COB to give legitimacy to the program due to the high quality of the COB and to sell the idea that the program is a management training and business program. Additionally, it is more efficient because the core business courses are used as an introduction for the students. Dr. Coates stated the idea of having a hotel on campus has been discussed; it would provide an academic laboratory where students can work. The COB will continue to explore the idea in the future. Trustee Feder stated that having a hotel on campus would be advantageous to the students. Trustee Blosser asked what the capacity for the program is and whether it is meeting community demand. Dr. Coates responded that the program is not at full capacity and could double to 400 students. Melissa Dallas, faculty advisor for the HMTP program added that students are placed both regionally and internationally. President Brogan commented that this program is growing in an exponential factor with exciting prospects for the future. Trustee Robert Stilley asked if there is a way to reach out to students and people in the industry to sharpen skills, raise money for the program, and build recognition for FAU. He also asked if a hotel was added that was not owned by FAU is there a way to generate revenue for FAU. Dr. Coates responded that the model that seems to work best for universities is to have the company build the hotel, have management pay FAU a percentage of the gross, and to design the facility to include classroom space and office space for faculty. Trustee Stilley asked about other programs for non-traditional students. Ms. Dallas commented that the HMTP has a faculty member doing training with the Palm Beach County Lodging Association and there are opportunities to generate auxiliary funds. Trustee Lalita Janke stated this would be a good topic for the Board Retreat in September.

VIII. 2008-09 FAU Budget Reduction Plan Overview Presentation

Trustee Blosser asked Dr. Ken Jessell to present an overview of the 2008-09 FAU Budget Reduction Plan. Dr. Jessell stated all of the major constituencies of FAU have had an active part in the process of creating the budget reduction plan. The plan that is being presented to the BOT has been fully vetted with many options considered. Dr. Jessell presented the budget reduction plan overview that was included in the background documentation. Dr. Jessell asked Dr. Pritchett to review the budget reductions by areas included in Academic Affairs:

College of Architecture, Urban, and Public Affairs - \$822,404
Dorothy F. Schmidt College of Arts and Letters - \$650,000
Charles E. Schmidt College of Biomedical Science - \$942,000
Barry Kaye College of Business - \$930,000
College of Education - \$1,100,000
College of Engineering and Computer Science - \$939,333
Harriet L. Wilkes Honor College - \$578,406
Christine E. Lynn College of Nursing - \$307,077
Charles E. Schmidt College of Science - \$400,000

Information Resource Management - \$902,000
University Libraries - \$322,311
Undergraduate Programs - \$327,000
Center for Environmental Studies - \$33,908
Harbor Branch Oceanographic Institute - \$ 503,361
Vice President of Research's office - \$20,623
Provost (including Admissions, Registrar, and undergraduate programs) - \$263,000

Dr. Ken Jessell presented the reductions by area for FAU:

President's Area (President's office, General Counsel, Equal Opportunity Programs, Governmental Relations, and Inspector General's office) - \$185,650
Broward Campuses - \$522,980
Treasure Coast Campus - \$135,423
MacArthur Campus - \$137,518
Financial Affairs - \$409,226
Student Affairs - \$171,078
University Advancement - \$109,577
Facilities/Physical Plant - \$1,173,685
Communications - \$94,275
General Revenue Student Financial Aid - \$73,440

Dr. Jessell discussed the additional funding initiatives and challenges going forward. He stated the budget reduction plan does not require a formal approval at this meeting; it will be vetted at the June 11, 2008, Audit and Finance Committee meeting, and will go to the full board for approval at the June 25, 2008 meeting. President Brogan stated the Budget Reduction Task Force tried to maintain the integrity of the new board approved Academic Master Plans. President Brogan reiterated that the budget reduction plan is the president's recommendations. Trustee Blosser thanked the Budget Reduction Task Force, the deans, and staff involved with the process. Trustee Stilley commented that it is impressive that there has been an incredible cooperation in planning of the reductions. Trustee Janke commended the Budget Reduction Task Force. Mr. Kian clarified that the presentation does not represent the agreement of faculty and staff to no salary increases. That line in the presentation stated that there was no legislation allocation for salary increases. The subject of the faculty's agreement not to seek a faculty increase is a subject of collective bargaining, which is currently underway. Trustee Eric Shaw stated that it has been two years since the faculty have received a salary increase, and, due to the budget reductions, faculty have taken a 12.5% reduction in salary for the summer which translates to a 10% reduction in the annual salary. In addition to less pay, faculty are teaching more classes with increased class sizes. FAU's faculty's salaries is 10% less than faculty salary at Florida International University and 20% less than faculty salaries at the University of Central Florida. Trustee Abraham Cohen thanked the Budget Reduction Task Force for not allowing the students to suffer the bulk of the budget reductions.

XI. Old Business

There was no old business.

XIII. BOT Member Comments

Trustee Tom Workman stated that it is impressive that FAU is focusing on not impacting the students through the budget reduction process. He added that the Police department has done an excellent job providing security on campus for various events. Trustee Lalita Janke thanked President Brogan for providing the welcome for the National Women's Business Council held May 14, 2008. Trustee Stilley stated that the tremendous effort of the people of FAU is phenomenal. Trustee Armand Grossman commented on the thoughtfulness put into the budget reduction process by the Budget Reduction Task Force. Trustee Abe Cohen thanked Trustee Stilley for his hospitality at dinner the evening before. He added that even though FAU is facing hard times there is a way to take a negative experience and gain something positive from it. He has discussed with Dr. Jessell about providing a credit-building campaign for students. Trustee Eric Shaw stated that he appreciated being a part of the budget process by serving on the Budget Reduction Task Force. He