

Board of Governors

OFFICIAL PROCEEDINGS

June 27, 2014

Regular Meeting

The meeting was called to order at 3:30 pm by President Wilson in Rooms BC in the McGregor Memorial Conference Center. Secretary Miller called the roll, and the following Board members were present:

Governors Dingell, Driker, Dunaskiss (via telephone), Massaron, Nicholson, O'Brien, Pollard, and Trent; and President Wilson

Also Present: Provost Winters, Vice Presidents Johnson, Lanier, Lessem, Lindsey, Nork, Staebler and Wright, and Secretary Miller

APPROVAL OF CONSENT AGENDA

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Consent Agenda was approved as presented. The motion was adopted unanimously.

Board of Governors Meeting

- A. Approval of the Official Proceedings of May 2, 2014
- B. Personnel Recommendations

Academic Affairs Committee

- C. Establishment of a Graduate Certificate Program in Behavior Analysis (Academic Affairs)
- D. Establishment of a Graduate Certificate Program in Clinical Social Work Theory and Practice (Academic Affairs)
- E. Establishment of a Master of Arts Program in Theatre and Dance (Academic Affairs)
- F. Establishment of a Nanoengineering Undergraduate Certificate Program (Academic Affairs)

Budget and Finance Committee

- G. Engineering Research Laboratory Upgrades (Budget and Finance)
- H. School of Social Work Relocation (Budget and Finance)

Approval of the Official Proceedings of May 2, 2014 (Board)

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Official Proceedings of the May 2, 2014 Regular Meeting were approved as presented. The motion was adopted unanimously.

Personnel Recommendations (Board)

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the personnel recommendations were approved and action authorized in accordance therewith. The motion was adopted unanimously.

The personnel recommendations are as follows:

School of Business Administration

Robert Forsythe, for appointment as professor with tenure per University year in the Department of Finance effective July 21, 2014. Professor Forsythe will serve as Dean. The recommendation for tenure is contingent upon a positive recommendation from the faculty of the Department of Finance at a meeting to be scheduled.

College of Education

Michael Owens, associate professor, for tenure per University year effective August 19, 2014.

College of Engineering

Amar Basu, associate professor, for tenure per University year in the Department of Electrical and Computer Engineering, effective August 19, 2014.

Mark Ming-Cheng Cheng, associate professor, for tenure per University year in the Department of Electrical and Computer Engineering, effective August 19, 2014.

Christopher Eamon, associate professor, for tenure per University year in the Department of Civil and Environmental Engineering, effective August 19, 2014.

Jing Hua, Department of Computer Science, for promotion from associate professor to professor, effective August 19, 2014.

Marcis Jansons, associate professor, for tenure per University year in the Department of Mechanical Engineering, effective August 19, 2014.

Shawn McElmurry, associate professor, for tenure per University year in the Department of Civil and Environmental Engineering, effective August 19, 2014.

Jeffrey Potoff, Department of Chemical Engineering and Material Science, for promotion from associate professor to professor, effective August 19, 2014.

Wei-ping Ren, associate professor, for tenure per University year in the Department of Biomedical Engineering, effective August 19, 2014.

College of Fine, Performing, and Communication Arts

Cristobal Mendoza, associate professor, for tenure per University year in the Department of Art and Art History, effective August 19, 2014.

Russell Miller, associate professor, for tenure per University year in the Department of Music, effective August 19, 2014.

Donyale Padgett, associate professor, for tenure per University year in the Department of Communication, effective August 19, 2014.

Law School

Sarah Abramowicz, associate professor, for tenure per University year, effective August 19, 2014.

College of Liberal Arts and Sciences

Stephen Chrisomalis, associate professor, for tenure per University year in the Department of Anthropology, effective August 19, 2014.

Markus Friedrich, Department of Biological Sciences, for promotion from associate professor to professor, effective August 19, 2014.

Jaime Goodrich, associate professor, for tenure per University year in the Department of English, effective August 19, 2014.

Renee Hoogland, Department of English, for promotion from associate professor to professor, effective August 19, 2014.

Kenneth Jackson, Department of English, for promotion from associate professor to professor, effective August 19, 2014.

Donna Kashian, associate professor, for tenure per University year in the Department of Biological Sciences, effective August 19, 2014.

Gavin Lawes, Department of Physics, for promotion from associate professor to professor, effective August 19, 2014.

Wen Li, associate professor, for tenure per University year in the Department of Chemistry, effective August 19, 2014.

Tao Mei, associate professor, for tenure per University year in the Department of Mathematics, effective August 19, 2014.

Victoria Meller, Department of Biological Sciences, for promotion from associate professor to professor, effective August 19, 2014.

Daphne Ntiri, Department of Africana Studies, for promotion from associate professor to professor, effective August 19, 2014.

Richard Slatcher, associate professor, for tenure per University year in the Department of Psychology, effective August 19, 2014.

Christopher Steiner, associate professor, for tenure per University year in the Department of Biological Sciences, effective August 19, 2014.

Christopher Trentacosta, associate professor, for tenure per University year in the Department of Psychology, effective August 19, 2014.

Lisa Ze Wiinters, associate professor, for tenure per University year in the Department of English, effective August 19, 2014.

Annamarie Cano Wurm, Department of Psychology, for promotion from associate professor to professor, effective August 19, 2014.

Kequan Zhou, associate professor, for tenure per University year in the Department of Nutrition and Food Science, effective August 19, 2014.

School of Medicine

Luis Afonso, Department of Internal Medicine, for promotion from associate professor (clinical) to professor (clinical), effective August 19, 2014.

Wei Chen, associate professor, for fractional 50% tenure per University year in the Department of Oncology, effective August 19, 2014.

Susan Eggly, associate professor, for fractional 50% tenure per University year in the Department of Oncology, effective August 19, 2014.

Yubin Ge, associate professor, for fractional 50% tenure per University year in the Department of Oncology, effective August 19, 2014.

Avril Holt, associate professor, for tenure per University year in the Department of Anatomy and Cell Biology, effective August 19, 2014.

Jing Li, associate professor, for tenure per University year in the Department of Oncology, effective August 19, 2014.

Todd Lucas, associate professor, for fractional 50% tenure per University year in the Department of Family Medicine, effective August 19, 2014.

Kamiar Moin, Department of Pharmacology, for promotion from associate professor (research) to professor (research), effective August 19, 2014.

Izabela Podgorski, associate professor, for tenure per University year in the Department of Pharmacology, effective August 19, 2014.

Douglas Ruden, Department of Obstetrics and Gynecology, for promotion from associate professor to professor, effective August 19, 2014.

Jianjun Wang, Department of Biochemistry and Molecular Biology, for promotion from associate professor to professor, effective August 19, 2014.

Derek Wildman, Department of Obstetrics and Gynecology, for promotion from associate professor to professor, effective August 19, 2014.

James Wilkinson, for appointment as professor with fractional 50% tenure per University year in the Department of Oncology, effective August 19, 2014.

Guojun Wu, associate professor, for fractional 50% tenure per University year in the Department of Oncology, effective August 19, 2014.

Zeng-Quan Yang, associate professor, for fractional 50% tenure per University year in the Department of Oncology, effective August 19, 2014.

College of Nursing

Margaret Campbell, for promotion from associate professor (research) to professor (research), effective August 19, 2014.

School of Social Work

Debra Patterson, associate professor, for tenure per University year, effective August 19, 2014.

Special Notes on Administrative Appointments

School of Business Administration

Robert Forsythe, for appointment as Dean, effective July 21, 2014, for a term of five years, subject to the pleasure of the President or his/her designee during the term of the assignment.

College of Education

R. Douglas Whitman, for appointment as Interim Dean, effective May 16, 2014 through May 15, 2015 or when a new dean has been appointed, subject to the pleasure of the President or his./her designee during the term of the assignment.

Law School

Jocelyn Benson, for appointment as Dean, effective June 16, 2014 through June 15, 2017, subject to the pleasure of the President or his/her designee during the term of the assignment.

Eugene Applebaum College of Pharmacy and Health Sciences

Catherine Lysack, for appointment as Acting Dean, effective April 15, 2014 through August 14, 2014, subject to the pleasure of the President or his/her designee during the term of the assignment.

Establishment of a Graduate Certificate Program in Behavior Analysis (Academic Affairs)

Recent state legislation has mandated insurance companies to cover therapeutic services for persons diagnosed with autism. The treatment providers must hold Board Certified Behavior Analyst (BCBA) credentials, and there is currently a shortage of these practitioners. The administration is therefore proposing the establishment of a Graduate Certificate program in Behavior Analysis to train and graduate practitioners to fill the large number of open positions in the metro area and the state. The specific sequence of five courses in the program would be offered to those who already hold a Master's degree in Psychology.

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors approved the creation of a Graduate Certificate in Applied Behavior Analysis, effective January 2015. The motion was adopted unanimously.

Establishment of a Graduate Certificate Program in Clinical Social Work Theory and Practice (Academic Affairs)

The primary goal of the proposed certificate program in Clinical Social Work Theory and Practice is to provide post-master's social workers with advanced preparation in clinical social work theory and applied clinical practice. Recent surveys have shown that there is a strong interest in advanced clinical education, but no such certificate program exists in the region. Although the School of Social Work offers a Clinical Scholarship Track within its existing doctoral program, there are those who may not be interested in pursuing a full course of doctoral study. The proposed program would offer the opportunity to study clinical theory and applied clinical practice at an advanced, post-masters level, but without the additional requirements of the doctoral program.

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors approved the Graduate Certificate in Clinical Social Work Theory and Practice, effective January 2015. The motion was adopted unanimously.

Establishment of a Master of Arts Program in Theatre and Dance (Academic Affairs)

In 2011 the two departments of Theatre and of Dance merged, forming the Maggie Allessee Department of Theatre and Dance. At that time a comprehensive review was

undertaken of the Ph.D. and M.A. degrees in Theatre, and as a result the programs were terminated and a new research-based M.A. degree program in theatre and dance, with a concentration in teaching artistry, was proposed. After extensive review and consultation with national professional organizations, the administration is recommending the establishment of the Master of Arts program in Theatre and Dance, effective Fall 2014.

The program is designed to provide specialized training in research methods, pedagogical foundations of teaching artistry, artistic practice, and professional development, and will be offered in two formats, fully online and hybrid residency, which will provide significant flexibility for working professional and those outside the Detroit metro area. This will be the only cross-disciplinary M.A. program in Theatre and Dance in the U.S. and the only M.A. program that focuses on Teaching Artistry.

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors approved a new Master's of Arts program in Theatre and Dance, effective Fall 2014. The motion was adopted unanimously.

Establishment of a Nanoengineering Undergraduate Certificate Program (Academic Affairs)

The College of Engineering proposes the establishment of an undergraduate certificate program in nanoengineering. It will offer students in-depth training in the emerging technological area of nanotechnology, which involves the development and utilization of functional materials, devices, and systems that are achieved through the control and structuring of matter at the atomic, molecular, and macromolecular levels. The program will be open only to students who are currently pursuing the B.S. degree in engineering, or those who have already earned a Bachelor's at WSU or another accredited institution.

The nanoengineering certificate program is expected to fulfill the educational needs of working engineers and technical professionals in the metro Detroit area and Windsor, Ontario. The specific objectives of the program are consistent with Michigan's goal of moving from a manufacturing-based economy to a more knowledge-driven economy. The certificate program has partnered with companies to provide innovative course contents and internship and research opportunities to improve students' employability.

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors approved the proposal from the College of

Engineering for a Nanoengineering Undergraduate Certificate Program, effective Winter term 2015. The motion was adopted unanimously.

Engineering Research Laboratory Upgrades (Budget and Finance)

The administration presented a recommendation to upgrade eight research laboratories in the Engineering building complex, consisting of the original building constructed in 1951 and the Danto Engineering Development Center (EDC) added in 2008. The expected scope of the project includes relocation of two Biomedical Engineering cleanroom laboratories from the third floor of the original building to the third floor of the EDC. The vacated laboratories, along with six others on the second and third floors, will be renovated and upgraded to current standards. The scope of the work is uncertain at this time, and it is likely that additional funding will be requested at a subsequent Board meeting.

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors authorized the President or his designee to award contracts to design, renovate, and upgrade approximately eight research laboratories in the Engineering Building for an estimated project cost of \$1,000,000. This project will be funded with \$500,000 from the Research facilities fund (balance \$0.7 million at 5/30/14) and \$500,000 from the Depreciation Reserve (\$1.4 million at 5/30/14). The motion was adopted unanimously.

School of Social Work Relocation (Budget and Finance)

The University recently purchased the former Detroit Institute for Children building, located at 5447 Woodward, for the purpose of relocating the School of Social Work from its current location at the Thompson Home. The new site will require renovation that will be completed in two phases as funding becomes available. The current request for design authorization will be sufficient for the administration to obtain design documents for the full scope of work to be covered in both phases of construction.

ACTION – Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors authorized the President or his designee to award design contracts in the amount of \$250,000 for the renovation and improvement of 6557 Woodward necessary to relocate the School of Social Work from the Thompson Home. This amount will be funded by the Office of the Provost. The motion was adopted unanimously.

PRESIDENT'S REPORT

President Wilson gave a report on recent events on campus and in the community.

- The Mackinac Policy Conference was held a few weeks ago, and one of the highlights was a report issued by the University Research Corridor (URC) on the Blue Economy. It discussed water-related contributions to the state's economy, with one in five jobs in Michigan related in some way to water. The URC received almost \$300 million in awards in water-related research between 2009 and 2013, almost as much as the auto industry. The President noted that when he and the presidents of Michigan State and the University of Michigan met with the media, he was very proud that WSU's faculty was very well represented in terms of water-based research, and he extended congratulations to those faculty members.
- In the research area, two WSU School of Medicine faculty, Melissa Runge-Morris in the Department of Oncology and Ben Arnetz, professor of Family Medicine in Public Health Sciences, received a \$2.4 million grant from the National Institute of Environmental Health Sciences (NIEHS) to study how exposures to stressors in the industrialized environment, both chemical and non-chemical, impact human health in Detroit and beyond. The President singled out this grant for special notice because although Wayne receives many individual RO-1 type grants, this grant is the first core grant received and one of a possible 20 select P-30 core centers that may be funded by the NIEHS.
- The Office of International Programs is hosting more than 150 students this summer as part of the Brazil Scientific Mobility Program. All the students except one, who is majoring in film and visual arts, are majoring in various sciences, predominantly in engineering, but also pharmacy, biomedicine, medical research, nursing, chemistry and clinical laboratory science. More students are expected this year, which will make Wayne State one of the largest campuses in the country hosting the Brazil program.
- The President noted that when he came here, he was aware of the excellence of the sciences and the professional schools, but had no idea of the fine quality of the School of Fine, Performing, and Communication Arts. The American College Dance Festival Association was held at the Kennedy Center in Washington, D.C. on June 5, and Wayne State's dance troupe was chosen as one of the 15 best out of 300 dance troupes throughout the country.
- Sally Roberts, Assistant Professor of Mathematics and founder of Go-Girl, was named a recipient of the 2014 Women of Distinction Award for the second time. The award was presented at a luncheon at the McGregor Conference Center on June 15.
- President Wilson said that football and basketball generally get the most attention on college campuses, but at Wayne State the Athletic program is not only outstanding, but

also much deeper. Putting all the sports together, WSU played 14 out of 317 NCAA Division II Schools in the final rankings for 2013-14, which means that the Warriors finished in the top 5% nationally. For 11 of the last 12 years, Wayne State has finished in the top 12% nationally. This year, all six spring sports teams qualify for their respective NCAA tournaments. Just as important, Wayne State's athletes are also gifted scholars. Over 57% of WSU's student athletes had at least a 3.0 GPA for the Winter 2014 semester, and 16 had a 4.0 GPA. The cumulative overall GPA of all the student athletes is 3.07. President Wilson congratulated the student athletes for their achievements and said that Wayne State should be proud of its athletic programs.

BOARD COMMITTEE REPORTS

President Wilson reported that two standing committees met during the morning session. The **Academic Affairs Committee** had four action items that were approved as part of the Consent Agenda.

The **Budget and Finance Committee** had several action items, two of which were approved as part of the Consent Agenda, as well as two informational reports. There were no transfers requested from the **Contingency Reserve**, and the FY 2014 balance remains at \$75,000. The report on **Purchasing Exceptions** summarized purchases greater than \$25,000 that were issued without competitive bids during the second quarter of FY 2014. The following three agenda items were taken up separately for Board action.

FY 2015 Tuition and Fee Rates

MOTION by Governor Pollard and seconded by Governor Massaron that the Board of Governors approve the FY 2014-2015 tuition rates and mandatory fees as presented. In summary, the base tuition and fees for Wayne State University are increased by 3.2 percent for undergraduates and for graduate and professional programs.

In terms of mandatory fees, Wayne State University requires all students to pay a registration fee (on a semester basis), a fitness center fee (on a semester basis), and a student services fee, formerly called omnibus fee (on a per credit hour basis). The registration fee will be increased by 3.2 percent for undergraduates and 9.4 percent for graduate, Law, and PharmD students, while the fitness center fee remains unchanged. The student services fee rate will increase by 3.2 percent for both undergraduates and graduates.

Further, that the Board of Governors authorize the President or his designee to make adjustments to the rates for special programs or where otherwise appropriate.

Governor Dingell stated that the administration and the President have worked hard at reviewing all costs inside the institution. She is aware of one department that has one administrative support person for 52 professors. The institution continues to have challenges and must work on bringing in new sources of revenue. However, it is important to remember that tuition must be affordable for all students. Governor Dingell commended the administration and the faculty for looking for ways to reduce costs, but the main focus must be keeping tuition affordable and at the same time making Wayne State a world-class institution. President Wilson thanked Governor Dingell for her comments.

ACTION — The above motion was approved, with a vote of 7-1. Governor Dingell voted No.

The tuition and fee rates for the various categories and levels for FY 2015 are as follows:

Category & Level	Resident	Non-Resident
Undergraduate – Lower Division		
Tuition Rates		
All schools (other than listed below)	\$336.45	\$770.55
Business Administration	359.60	793.70
Engineering and CLASS – Sciences	342.30	776.40
Fine, Performing, and Communication Arts	359.60	793.70
Other Student Fees (per semester)		
Engineering Support Fee – Full-time	\$100.00	\$100.00
Engineering Support Fee – Part-time	50.00	50.00
Sciences Support Fee – Full-time	50.00	50.00
Sciences Support Fee – Part-time	25.00	25.00
Honors Support Fee – Full-time	50.00	50.00
Honors Support Fee – Part-time	25.00	25.00
Undergraduate – Upper Division		
Tuition Rates		
All schools (other than listed below)	\$396.55	\$911.90
Business Administration	432.35	947.70
Engineering and CLASS – Sciences	402.40	917.75
Fine, Performing, and Communication Arts	432.35	947.70
Nursing	636.60	1,151.95

Other Student Fees (per semester)		
Engineering Support Fee –Full-time	\$350.00	\$350.00
Engineering Support Fee – Part-time	175.00	175.00
Sciences Support Fee – Full-time	100.00	100.00
Sciences Support Fee – Part-time	50.00	50.00
Honors Support Fee – Full-time	50.00	50.00
Honors Support Fee – Part-time	25.00	25.00

All Undergraduate – Lower and Upper Divisions

Mandatory Fees		
Student Services fee (per credit hour)	\$30.25	\$30.25
Registration fee (per semester)	198.50	198.50
Fitness Center fee (per semester)	25.00	25.00

Graduate Programs

Tuition Rates		
All Graduate programs (other than listed below)	\$571.90	\$1,238.75
Business Adm., Engineering, Library Science	663.75	1,328.90
Global Executive Track – Engineering	1,302.00	1,967.15
Fine, Performing and Communication Arts	600.50	1,267.00
Law (LLM Program)	937.95	1,030.70
Medicine	712.40	1,344.90
Nursing	1,040.20	1,698.10
Pharmacy and Health Sciences	650.20	1,308.20

Mandatory Fees -- All Graduate Programs		
Student Services fee— (per credit hour)	43.50	43.50
Registration fee (per semester)	266.10	266.10
Fitness Center fee (per semester)	25.00	25.00

Professional Programs

Tuition Rates		
Law (J.D. Program)	937.95	1,030.70
Medicine (M.D. Program)	609.05	1,267.45
Pharm. D.	650.20	1,308.20

Mandatory Fees		
Student Services fee (per credit hour)	43.50	43.50
Student Services fee (M.D. program per credit hour)	22.50	22.50
Registration fee (Law, Pharm. only per semester)	266.10	266.10
Student Support fee (M.D. program)	823.00	823.00
Fitness Center fee (per semester)	25.00	25.00

Student Fees – Further Recommendations:

- The **Undergraduate Application Fee** of \$25 is to be reinstated. Students with special economic circumstances can request waiver of the fee.
- An **Enrollment Deposit** of \$50 will be assessed newly admitted undergraduate students to maintain their admitted status prior to registration. This deposit will be applied to first-term charges and may be refunded only prior to May 1 for the following fall term enrollment.
- A new **Matriculation Fee** has been established. It will be charged to new freshmen and new undergraduate transfer students only on a one-time basis in their first term of enrollment. The fee of \$250 for FY 2014-15 will replace the current Orientation Fee of \$100 (\$25 for transfers) and the \$40 Graduation Application Fee for those students. Undergraduate students enrolled prior to the institution of the Matriculation Fee will continue to pay the Graduation Application Fee as per current policy.

FY 2015 General Fund Budget

ACTION — Upon motion by Governor Pollard and seconded by Governor Dunaskiss, the Board of Governors approved the FY 2015 General Fund budget, its projected revenues and expenditures, and the budgets for individual University units and specifically funded programs as presented. Also, the Board of Governors authorized the President to implement the budget management procedures, and budget-related policies, with such modifications as may be deemed necessary during the fiscal year.

Further, the Board of Governors approved the transfer of \$2,640,222 from the Rainy Day Fund to be used for the purpose of balancing the University's General Fund and providing funding for selective strategic initiatives in FY 2015.

Finally, the Board authorized the President to make budget adjustments and/or recommend tuition adjustments to the Board in sufficient amount to offset an initial or subsequent state appropriation funding adjustment from the projected amount as shown in the proposed FY 2015 General Fund budget.

The motion was adopted unanimously.

The General Fund budget for FY 2015, in dollars, is shown below:

FY 2014

FY 2015

	Approved Budget	Recommended Budget	Variance	
			\$	%
REVENUES				
State Appropriations	183,165,411	190,286,911	7,121,500	3.9%
Net Tuition and Fee Revenue	348,125,402	351,477,366	3,351,964	1.0%
Indirect Cost Recovery	33,000,000	27,900,000	(5,100,000)	-15.5%
Investment Income	7,000,000	6,000,000	(1,000,000)	-14.3%
Other Revenues	5,189,613	4,443,373	(746,240)	-14.4%
Transfer from Rainy Day Fund	--	2,640,222	2,640,222	0.0%
Total Revenues	576,480,426	582,747,872	6,267,446	1.1%
EXPENDITURES				
Schools and Colleges	201,232,528	204,635,647	3,403,119	1.7%
Divisions	149,555,379	149,730,509	175,130	0.1%
Student Financial Aid	62,563,889	63,502,992	939,103	1.5%
Central Accounts	160,143,516	162,454,851	2,311,335	1.4%
Other Expenses	2,985,114	2,423,873	(561,241)	-18.8%
Total Expenditures	576,480,426	582,747,872	6,267,446	1.1%
Net Budget Surplus (Shortfall)	0.0	0.0	0.0	0.0%

FY 2015 Auxiliary Fund Budget

ACTION — Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors approve the proposed FY 2015 budgets for the Auxiliary Activity units as presented and detailed in the FY 2015 Current Funds Budget book. The motion was adopted unanimously.

Total auxiliary activities revenue and expenditures are as follows (dollars in thousands):

Category	FY 2015 Proposed Budget
Revenues:	
Beginning Net Assets	(\$4,959.2)
Operating Revenue	
Student Tuition and Fees	1,620.2
Auxiliary Revenues	39,366.3
Total Operating Revenue	\$40,986.5

Non-Operating Revenues	
Gifts	1,772.0
Other	12.0
Total Non-Operating Revenues	<u>1,784.0</u>
Total Revenues	<u>\$42,770.5</u>
 <u>Expenditures and Transfers:</u>	
Auxiliary enterprises	
Compensation	11,710.3
Operating Expenses	18,804.2
General Fund Support	(4,429.0)
Expenditures	\$26,085.5
Transfers Out/(In)	
Debt Service	12,045.5
Plant and Other	4,178.5
Subtotal Transfers	<u>\$16,224.0</u>
Total Expenditures and Transfers	<u>\$42,309.5</u>
Operating Surplus / (Deficit)	\$461.0
Ending Net Assets	(\$4,498.2)

President Wilson commented that as always, the budget negotiations were difficult, but he feels it is a responsible budget. The budget was increased by only 1.1%, including a tuition rate increase of 3.2%, but also including a 2.5% increase in faculty compensation, an additional \$1.5 million general fund support of the Capital Campaign, and \$700,000 to continue the enrollment management and marketing initiatives. This was possible only because of the \$7.7 million in cuts that had to be made. The President said the budget is a balance between making appropriate cuts and investing in the future on selective programs, and he thanked the Board for their support of the budget and the tuition increase.

RECOMMENDATIONS AND REPORTS FROM THE UNIVERSITY ADMINISTRATION

Academic Affairs Informational Report — Student, Faculty, and Academic Staff Achievements

Provost Winters noted that there is still a long way to go on interdisciplinary institutional research, but she called attention to two studies currently being conducted that are broadly interdisciplinary in nature. The first is a food and nutrition approach to curing or treating diabetes which would cross biomedical concerns of various kinds. The second is a study of high-speed rail and train transportation, which is an international endeavor in which WSU is partners in North America with Drexel University and the University of Michigan.

Conflict of Interest Contracts

Vice President Lanier presented three contracts for Board approval with companies in which faculty members played an active part. This creates a potential conflict of interest. Michigan Conflict of Interest law requires specific sunshine procedures in order for a University employee, or a company owned by a University employee, to contract directly or indirectly with the University. The law requires disclosure of any pecuniary interest in the contract, and the disclosure must be made a matter of record in the Board's proceedings, including the name of the parties involved, and the terms of the contract. The contract must be approved by the Board with a vote of not less than two-thirds of the full membership of the Board in open session.

The disclosures required by the Conflict of Interest law for each contract are shown below.

Functional Fluidics, LLC

The administration requested approval for a University contract with a company owned by a School of Medicine faculty member.

- (i) The parties involved in the contract are Wayne State University and Functional Fluidics, LLC.
- (ii) The contract will provide:
 - (a) Scope: Exclusive, worldwide license with the right to grant sublicenses;
 - (b) Field of Use: Production of products and the providing of services for anticoagulation assays and assessment of thrombosis;
 - (c) Duration for 10 years from the first sale;
 - (d) Financial consideration of:
 - (1) License issue fee of \$2,000;

- (2) Royalty on net revenue of sales of products and services utilizing or covered by the licensed intellectual property:
 - 5% royalty up to cumulative net revenue of \$3M; and
 - 7.5% royalty above \$3M cumulative net revenue;
 - (3) Minimum annual royalties of \$25,000 for 2017-2019 and \$40,000 thereafter;
 - (4) Sublicensing royalty of 25% on all revenues or other consideration received, excluding royalties and research funding, as a result of Functional Fluidics, LLC sublicensing its rights to the licensed intellectual property; and
 - (5) University will receive an equity interest of 5% in Functional Fluidics as calculated immediately prior to the first qualified equity investment in the minimum amount of \$3,000,000.
- (e) No University facilities or services of the University are included in the contract. Functional Fluidics, LLC may enter into a separate lease agreement to allow company to utilize certain unique or specialized equipment of WSU in connection with the performance of services for which University may be entitled additional financial consideration.
- (f) No University employees are assigned in connection with the licensing contract.
- (iii) Dr. Hines pecuniary interest consists of the current sole ownership of Functional Fluidics, LLC and he will therefore have the potential to financially benefit from the commercial success of the company, including the commercialization of the University's intellectual property known as "Process/Method for Risk Assessment, Diagnosis, and Therapeutic Monitoring Conditions Predisposing Vascular Obstruction."

ACTION — Upon motion by Governor Pollard and seconded by Governor Massaron, the Board of Governors authorized the President or his designee to contract with Functional Fluidics, LLC to exclusively license for commercialization the intellectual property encompassing the technologies entitled "Process/Method for Risk Assessment, Diagnosis and Therapeutic Monitoring Conditions Predisposing Vascular Obstruction " (WSU 14-1203). The motion was approved with the following roll-call vote:

Governor Dingell — Yes
 Governor Driker — Yes
 Governor Dunaskiss — Yes
 Governor Massaron — Yes

Governor Nicholson — Yes
 Governor O'Brien — Yes
 Governor Pollard — Yes
 Governor Trent — Yes

Seraph Biosciences, LLC

Approval was requested for a University contract with a company owned by faculty members in the College of Engineering and the School of Medicine.

- (i) The parties involved in the contract are Wayne State University and Seraph Biosciences, LLC.
- (ii) The contract will provide:
 - (a) Scope: Exclusive, worldwide license with the right to grant sublicenses;
 - (b) Field of Use: Pathogen detection;
 - (c) Duration for the life of any patents on the University's license intellectual property or ten years following the first commercial sale of products utilizing the University's licensed intellectual property, whichever is later;
 - (d) Financial consideration of:
 - (1) License issue fee of \$2,500;
 - (2) Royalty on net revenue of sales of products and services utilizing or covered by the licensed intellectual property: 1.5%; and
 - (3) Sublicensing royalty on all revenues or other consideration received, excluding royalties and research funding, as a result of Seraph Biosciences, LLC sublicensing its rights to the licensed intellectual property:
 - 10% for the first three years of the license; and
 - 7% for all years thereafter.
 - (e) No University facilities or services of the University are included in the contract; and
 - (f) No University employees are assigned in connection with the contract.
- (iii) Dr. Auner's pecuniary interest consists of 32% ownership of each of MEP and Seraph Biosciences and he will therefore have the potential to financially benefit from the commercial success of the company, including the commercialization of the University's co-owned intellectual property described above. Additionally, Dr. Shanely's pecuniary interest consists of 32% ownership of each of MEP and Seraph Biosciences and he will therefore have the potential to financially benefit from the commercial success of the company, including the commercialization of the University's co-owned intellectual property described above.

ACTION — Upon motion by Governor Massaron and seconded by Governor Pollard, the Board of Governors authorized the President or his designee to contract with Seraph Biosciences, LLC, a subsidiary of Medical Engineering Partners, LLC, to exclusively license for commercialization the intellectual property encompassing the technology entitled "Hand-Held Micro-Raman Based Detection Instrument and Method of Detection" (WSU 14-1215). The motion was approved with the following roll-call vote:

Governor Dingell — Yes
 Governor Driker — Yes
 Governor Dunaskiss — Yes
 Governor Massaron — Yes

Governor Nicholson — Yes
 Governor O'Brien — Yes
 Governor Pollard — Yes
 Governor Trent — Yes

MSTM, LLC

The administration sought the Board's approval for a University subcontract with a company partially owned by a Wayne State employee for a project funded by the National Science Foundation.

1. The parties involved in the contract are Wayne State University and MSTM, LLC.
2. The contract, in the amount of \$77,094, is in support of the performance of a research program. WSU will conduct the following experiments:
 - Validation of the sensitivity and selectivity of the new ionization technology relative to established ionization technology for mass spectrometry;
 - Determine the reproducibility of the new ionization technology; and
 - Determination of source contamination of the new ionization method relative to established methods.
3. The contract will have an initial term of approximately 12 months, with an estimated start date of July 1, 2014.
4. The Wayne State University Department of Chemistry facilities will be used to execute these experiments.
5. The research will be conducted by a postdoctoral fellow funded by this contract and under the direction of Dr. Trimpin. The University has provided a semester (Fall or Winter) in which Dr. Trimpin will not have teaching duties so that she may focus on the MSTM, LLC related research. Dr. Hendrickson will act as a faculty associate to oversee the subaward and to prevent any conflicts of interest that may arise in the conduct of the research.
6. The pecuniary interest is based on Dr. Trimpin's 51% ownership interest in MSTM, LLC.

ACTION — Upon motion by Governor Pollard and seconded by Governor Dunaskiss, the Board of Governors authorized the President or his designee to enter into a contract for research from MSTM, LLC, a start-up company organized as a limited liability company under the laws of Delaware and having a principal place of business in Newark, Delaware. This contract will be to perform services under a National Science Foundation Small Business Technology Transfer Program Phase I Solicitation FY-2014 (Release 2) award to MSTM, LLC, entitled *STTR Phase I: Novel Ionization Process for Materials Characterization using Mass Spectrometry*. The motion was approved with the following roll-call vote:

Governor Dingell — Yes
 Governor Driker — Yes
 Governor Dunaskiss — Yes
 Governor Massaron — Yes

Governor Nicholson — Yes
 Governor O'Brien — Yes
 Governor Pollard — Yes
 Governor Trent — Yes

Economic Development

Vice President Staebler highlighted WSU's role in helping to convene local community partners in obtaining the Integrated Manufacturing Community Partnership (IMCP) designation from the Federal Economic Development Agency. The Southeast Michigan group was one of 12 designations across the country, and it will help future grant applications by the various partners receive preferential treatment. Mr. Staebler added that the M-1 Rail Project will break ground on July 28 downtown. The much anticipated project will have a great impact on the transit scene in Detroit, and Wayne State is excited to be an investor in the project.

Government and Community Affairs

Vice President Lindsey noted that the Governor signed the omnibus bill for the higher education budget which provides Wayne State with \$7.12 million in new money. In Community Relations, WSU is enhancing its partnership with New Detroit. Their camp enterprise will bring a total of 200 students to the campus this summer for business planning activity. They will spend the night here and two nights at Michigan State University. Mr. Lindsey noted this is a good way to bring interested high school seniors onto the campus.

Development and Alumni Affairs

Vice President Johnson said that the Capital Campaign raised approximately \$330 million at the end of May and is continuing to make tremendous progress. Annual giving is up 33% since last year, and the average gift is up by 16%. Two alumni events were held recently, one in Washington, D.C. associated with the American College Dance Festival, and one in Petoskey, Michigan which had over 80 alumni and was very well received.

Establishment of Endowment Funds

Vice President Johnson presented the endowment funds listed below for approval.

ACTION— Upon motion by Governor Trent and seconded by Governor Pollard, the Board of Governors established endowment funds that total \$357,204.72 for the purposes presented. The motion was adopted unanimously.

1. The Marie Draper Dykes Endowed Scholarship to recognize scholastic achievement, encourage continued progress and provide assistance to students in financing their education in the College of Nursing. \$25,000

2. The Anne Harnett Endowed Scholarship in Design to support students in the College of Fine, Performing and Communication Arts who wish to pursue studies in design in Italy. If no student wishing to study in Italy can be found in a given year, the available funds shall be reinvested or shall remain in the beneficiary account. \$168,681.75
3. The Drs. Sanford Harvey Koltonow and Mary Judith Schlaff Endowed Scholarship to recognize scholastic achievement, encourage continued progress, and provide assistance to students in financing their education in the School of Medicine. \$25,000
4. The Jonathan Kopit Endowed Memorial Research Fund to facilitate scholarly research, lectures and training programs related to the progressive phases of multiple sclerosis as conducted in the Department of Neurology at the Wayne State University School of Medicine. \$53,528.97
5. The Ledge/Palmer Endowed Scholarship to recognize scholastic achievement, encourage continued progress and provide assistance to students in financing their education in the College of Fine, Performing, and Communication Arts. \$25,000
6. The Randy Paschke Endowed Scholarship in Accounting to recognize scholastic achievement, encourage continued progress, and provide assistance to students in financing their education in the School of Business Administration \$25,000
7. The School of Social Work Dean's Endowed Scholarship to support students in the School of Social Work. \$34,994

EXECUTIVE COMMITTEE

The Executive Committee met earlier in the day, and Governor Dingell presented a recommendation to adopt a new statute for support of the presidential spouse. The statute underscores the Board's commitment to the efficient use of the University's funds, outlines support services valuable to the presidential spouse, and identifies the approval process for expenditures, including provisions for annual review, audit, and report on expenditures both to the Audit Subcommittee and to the Board of Governors. Governor Dingell said the Board recognizes the importance of the contributions made by the presidential spouse to the University, its mission, its growth and development.

ACTION — Upon motion by Governor Dingell and seconded by Governor Dunaskiss, the Board of Governors approved the statute in support of the Presidential spouse. The motion was adopted unanimously.

The text of the statute is as follows:

1.16.01

Policy on Support of the Presidential Spouse; Expenditure and Reimbursement Guidelines

PURPOSE

The Board of Governors recognizes the importance of the contributions made by the Presidential spouse/partner to the University mission and its growth and development. The purpose of this statute is to clarify the approval, review and audit process for travel and entertainment expenses, and other forms of support, for the Presidential spouse/partner.

PRUDENT USE OF FUNDS

As a public institution, Wayne State University must make the most efficient and effective use of funds entrusted to it by various constituencies. It strives to do so in a manner that ensures transparency, accountability, fiscal responsibility, and compliance with applicable laws and procedures. Reimbursable expenditures must support the mission of the University, and serve a bona fide university purpose. A "bona fide university purpose" is served when the activity or event is undertaken primarily to benefit the university, and when the Presidential spouse/partner has a significant role in the activity or event, or when protocol or tradition dictates attendance. All request for reimbursement must be accompanied by appropriate documentation.

ELIGIBLE SUPPORT SERVICES

The Presidential spouse/partner will be eligible for the following:

1. A University identification card which will allow access to campus facilities and services (e.g., University library privileges) in accordance with campus procedures.
2. A half-time administrative support person, with office space in and oversight by the Division of Development and Alumni Affairs, for activities that support the mission of the University, and serve a bona fide university purpose.
3. Reimbursement of University-related travel expenses. Such expenditures will be reimbursed in accordance with the provisions contained in the University's Administrative Policies and Procedures Manual (APPM) under Travel and Related Expenditures (Section 7, subsections 7.1-7.8). The travel expenses for the Presidential spouse/partner are reimbursable provided that the spouse's presence serves a bona fide University business purpose. An allowance for spousal travel is included in the President's contract with the Board of Governors.
4. Reimbursement of business meeting and entertainment expenses incurred when providing substantial services on behalf of the University. Such expenditures will be reimbursed in accordance with the provisions contained in the APPM) as it relates to Entertainment and Business Related Expenses.
5. Defense and indemnification with respect to any claims resulting from acts or omissions in service performed to the same extent as is provided to a university employee or volunteer.
6. Business cards.
7. Courtesy parking permits for use at University-owned facilities.

APPROVAL OF EXPENDITURES

1. The Vice President for Development and Alumni Affairs will review and approve the reimbursement of expenses based on receipts submitted by the Presidential spouse/partner for travel and related activities in support of the capital campaign and in relationship-building with significant donors, alumni, and other key supporters and prospects.

2. The Vice President for Finance and Business Operations will approve reimbursement of expenses based on receipt submitted by the Presidential spouse/partner for all other travel and related activities.

REVIEW AND AUDIT PROVISION

1. Presidential spouse/partner travel and other expense reimbursements will be audited annually by the Office of Internal Audit, as part of the audit performed on the Office of the President each year.
2. The Audit results will be reported to the Board of Governors' Audit Subcommittee, along with the results of the annual audit of the Office of the President.

RATIFICATION OF TELEPHONE VOTE

Secretary Miller presented a telephone vote that was completed on May 21, 2014, for ratification in a public session.

ACTION— Upon motion by Governor Massaron and seconded by Governor Pollard, the Board of Governors ratified the action adopted by the Board by telephone vote, completed on May 21, 2014 with a vote of 8-0. The action provided authority to make the following administrative appointments: Robert Forsythe as Dean of the School of Business Administration, and Jocelyn Benson as Dean of the Law School. The motion was adopted unanimously.

PUBLIC COMMENT

Secretary Miller received a request to speak from Mr. Douglas Maxwell. His statement follows:

The material that I have provided you I also submitted to the Michigan Department of Civil Rights. Whether or not I'm able to overturn the decision already set forth by the department of counseling I would really appreciate if you could take the time to look at my appeal. I have at an earlier time forwarded a brief scenario or synapses of what I am going through with the School of Education here at Wayne State University. Some of you may have already heard the gist of it. I will not use faculty names in the speech but they are mentioned in the materials that I have provided the Board of Governors. This effort to address the Department of Counseling is really an effort to assess the communication between student and faculty. It is not to degrade or take from the program or staff. If not changed, others will follow and experience the same incompetency or lack of responsibility I received on part of the staff. We pay them to teach and direct, not to leave us paying for commitments that were never received. American student loan debt for higher education is near \$1.2 trillion, 40 million Americans have student loan debt. 7 million Americans are in default. I don't want to be that way. I'd like the opportunity to at least pay back some of the loans that I have taken so far. I left the auto industry to take on this endeavor of professional counseling. That was a \$30-an-hour job. I asked myself why today, mainly because of what I am going through but I have not given up on my efforts to complete this endeavor. I ask myself in this situation had not it occurred, would I feel different today obtaining an LLC. If I had fought the first decision to drop me from the counseling program would I be here now or would they had been able to offer the

masters degree they have. Or if I passed the first course they failed me in would anyone know that the department policy was actually broken.

I'm here today fighting for my daily life because I am a whistleblower. The support to write this 3 to 6 minute speech came through the support of the Detroit Wayne Mental Health Authority. Since 2011, 2012 when I reported members of the counseling faculty, specifically the coordinator of the counseling program, the dean of education Dean Shields for an injustice who I have recently found out has left her position. The counseling staff formally under her charge has conspired to keep me out of the professional program. I've only come to this one conclusion because there is no other plausible reason for giving me an "F" on my very last class of the program. Thus bringing my GPA down to 2.7 from 3.0. My problems with the school started when I had one of the faculty's decisions overturned. Since I've been a target all the time prior I was never advised that I lacked potential to successfully complete the program. I'm a person with a disability and proud of that. For the last 7 years, I've beat the odds. I've attended and been on time for every class and sometimes showed up early I've only one grade of C to account for the faculty decision in the situation and never made less than a B- in any course up to this point, and was also encouraged by the response from the clients who gave me positive feedback about their sessions. I was informed by a WSU Academic Advisor is that positive feedback is what counts. I think the advisement that I received from the staff is truly the culprit. The first time I received a grade of "C" I think I should've been advised with much more caution and proceeding with taking classes. It seems like at that time the administering of advising should have become a formal documentation concerning the options possible. I think this is where my problem began; I think it should be an institutional right for every student to be informed of all options without request from the student but by the departmental policy. This is where I think the Department of Counseling needs to focus its administration pertaining to students that received grades of "C" before practicum so that there is no doubt of proper advisement. I am grateful for the option that was offered but it was not what I came here for. I came here for an LLPC but I'm looking a gift horse in the mouth when I say it isn't something that I'm willing to accept but I did have every intention and I made every effort to comply and do what was necessary to complete that degree. Yet here I stand with no other recourse. I've invested time, money and my skills. I have done my part and I only ask that you give my situation more attention. Please hear my appeal to you and look into this violation by the whistleblower law. My contact information is included on your copy and I look forward to hearing your response. Thank you.

ADJOURNMENT

There being no further business, the meeting adjourned at 4:05 p.m.

Respectfully submitted,



Julie H. Miller
Secretary to the Board of Governors