

MINUTES
MEETING OF THE FINANCIAL AFFAIRS COMMITTEE
June 29, 2016

TRUSTEES PRESENT: Andy Bessette, Shari Cantor, Richard Carbray, Sandy Cloud, Andrea Dennis-LaVigne, Marilda Gandara (*via Telephone*), Jeremy Jelliffe, Thomas Kruger, Donny Marshall (*via Telephone*), Larry McHugh, Denis Nayden (*via Telephone*), Steven Reviczky (*via Telephone*), David Rifkin and Thomas Ritter

STAFF PRESENT: Debbie Carone, Mun Choi, Amy Donahue, Michael Eagen, Joanne Fazio, Jeff Geoghegan, Michael Gilbert, Brian Gore, Susan Herbst, Scott Jordan, Tysen Kendig, Michael Kirk, Matthew Larson, Susan Locke, Wayne Locust, Michael Mundrane, Brandon Murray, Richard Orr, Sally Reis, Rachel Rubin, Jeff Seeman, Katrina Spencer and Tom Trutter

UNIVERSITY SENATE MEMBERS PRESENT:
Debra Kendall, Elizabeth Jockusch and Angela Rola

Committee Chairman Thomas Kruger convened the meeting of the Financial Affairs Committee at 9:00 a.m. in the Lewis B. Rome Commons Ballroom on the University of Connecticut campus in Storrs, Connecticut. On a motion by Trustee Bessette and seconded by Trustee Cantor the committee voted the committee accepted a revised agenda to a) add a revised “Budget Presentation”; b) add a resolution for the “*Recommendation for Extension of Collective Bargaining Agreement with the University of Connecticut Chapter of the American Association of University Professors (AAUP)*”; c) add a resolution for the “*Recommendation for Extension of Collective Bargaining Agreement with the University of Connecticut Professional Employees Union (UCPEA)*”; d) add a revised “*Spending Plan for Fiscal Year 2017 for UConn Health*”; and e) add a revision of the “*State Appropriation Current Services Request for the Biennium Fiscal Years 2018 and 2019 for UConn Health*”.

Mr. Kruger explained that past practice was to have presentations on the budget to be considered and enacted during both the Financial Affairs Committee meeting and again during the meeting of the full Board of Trustees. On May 25 the Financial Affairs Committee met to engage in a detailed discussion of an early version of the budget. This discussion was attended by a number of the Trustees and there was plenty of opportunity for questions and dialogue. For that reason, as well the importance of the discussion, Trustee Kruger recommended that the Budget Presentation as well as agenda ***Item # 9, Operating Budget for Fiscal Year 2017 for the University of Connecticut, Storrs & Regional Campuses***, agenda ***Item #10, State Appropriation Request for the Biennium Fiscal Years 2018 and 2019 for the University of Connecticut, Storrs & Regional Campuses***; agenda ***Item #11, Spending Plan for Fiscal Year 2017 for UConn Health State Appropriation Current Services Request for the Biennium Fiscal Years 2018 and 2019 for UConn Health***; agenda ***Item #13, Fiscal Year 2017 Capital Budget***; and agenda ***Item #14, Fiscal Year 2017 Deferred Maintenance/Code Compliance/ADA***

Compliance/ Infrastructure Improvements & Renovation Lump Sum Projects be deferred to the full Board for review and approval.

On a motion by Trustee Bessette and seconded by Trustee Cantor the agenda ***Item #2, the Minutes of the Financial Affairs Committee Meetings of April 27, 2016 and May 25, 2016*** were approved as circulated.

Matthew Larson, Director of Procurement, provided a thorough overview of agenda ***Item #3, Contracts and Agreements for Approval***. On a motion by Trustee Bessette and seconded by Trustee Cantor the item was recommended to the full Board for approval.

On a motion by Trustee Bessette and seconded by Trustee Cantor, agenda ***Item #4, Sustainable Design and Construction Policy*** was recommended to the full Board for approval.

Richard Orr, Vice President and General Counsel, introduced agenda ***Item #5, Sale of the West Hartford Campus***, for the sale of the campus to the Town of West Hartford. On a motion by Trustee Bessette and seconded by Trustee Carbray, with Trustee Cantor abstaining from the vote, the item was recommended to the full Board for approval.

Michael Eagen, Director of Faculty and Staff Labor Relations and Counsel, presented agenda ***Item #7, Recommendation for Extension of Collective Bargaining Agreement with the University of Connecticut Chapter of the American Association of University Professors (AAUP)*** and agenda ***Item #8, Recommendation for Extension of Collective Bargaining Agreement with the University of Connecticut Professional Employees Union (UCPEA)***. On a motion by Trustee Bessette and seconded by Trustee Cantor both items were recommended to the full Board for approval.

Scott Jordan, Executive Vice President for Administration and Chief Financial Officer, presented agenda ***Item #15, Revised Allocation of Bond Authorizations as set forth in the Nineteenth Supplemental Indenture (University of Connecticut General Obligation Bonds)***; agenda ***Item #16, Revised Allocation of Bond Authorizations as set forth in the Twenty-First Supplemental Indenture (University of Connecticut General Obligation Bonds)***; and agenda ***Item #17, Twenty-Second Supplemental Indenture Authorizing University of Connecticut General Obligation Bonds***. On a motion by Trustee Bessette and seconded by Trustee Cantor these three items were recommended to the full Board for approval.

Mr. Jordan detailed agenda ***Item #5. Proposed Statements of Work for the UConn Foundation and the UConn Law Foundation for Fiscal Year 2017***. It was noted that, page 2 of this resolution should be amended to add softball as follows: - *Raising \$15.5 million to complete funding for the Werth Family Basketball Champions Center and to initiate construction for soccer, baseball and softball projects*. On a motion by Trustee Cantor and seconded by Trustee Bessette the item was recommended as amended to the full Board for approval.

Brian Gore, Director of Project and Program Management detailed the project budgets for Storrs based programs presented for review and approval which included: ***Item #18, Central Campus Infrastructure Upgrades (Final: \$15,000,000)***; ***Item # 19, Residential Life Facilities***

Northwood Roof and Envelope Repair (Revised Final: \$518,000); Item #20, Student Union Steam and Condensate Service Replacement Repairs (Revised Final: \$1,250,000); Item #21, UCONN 2000 Code Remediation – Mansfield Apartments (Revised Final: \$3,600,000); Item #22, Residential Life Facilities – West Campus Shower Renovations (Revised Final: \$2,360,000); Item #23, Academic and Research Facilities – Main Accumulation Area for Regulated Waste (Revised Final: \$5,500,000); Item #24, South Campus Commons Landscape and Pedestrian Improvements Plan (Design: \$3,500,000); Item #25, Fine Arts Phase II: Music & Dramatic Arts Library Renovations Phases I and II (Design: \$2,100,000; and Item #26, Academic and Research Facilities – STEM Research Center Science 1 (Revised Planning: \$5,000,000). On a motion by Trustee Bessette and seconded by Trustee Cantor these project budgets were recommended to the full Board for approval.

Thomas Trutter, UConn Health Associate Vice President of Campus Planning, Design and Construction, detailed the Project Budgets for UConn Health presented for approval which included: ***Item #27 UConn Health H Building Sealant Replacement (Final: \$850,000)*** and ***Item #28, UConn Health New Boiler and Deaerator Tank Repairs (Revised Final: \$1,860,000).*** On a motion by Trustee Bessette and seconded by Trustee Cantor the committee recommended the UConn Health project budgets to the full Board for approval.

Mr. Kruger directed the committee to the information items on the agenda. There being no additional agenda items the meeting was adjourned at 9:32 a.m. on a motion by Trustee Bessette and seconded by Trustee Cantor.

Respectfully submitted,

Debbie L. Carone

Debbie L. Carone,
Secretary to the Committee