MEETING OF THE LEE COLLEGE BOARD OF REGENTS
LEE COLLEGE DISTRICT
APRIL 14, 2011

The Board of Regents of the Lee College District met April 14, 2011 at 5:00 p.m. in the John B. Tucker Lecture Hall. Chairman Himsel called the meeting to order stating that the meeting was duly posted and a quorum was present.

PRESENT: Mr. Mark Himsel, Chairman; Mr. Mark Hall, Vice Chairman; Mrs. Judy Jrrels, Secretary; Mr. Pete Alfaro, Assistant Secretary; Mr. Ronn Haddock; Dr. Keith Coburn; Ms. Susan Moore-Fontenot and Mr. Wayne Gray.

Dr. Mike Murphy, President

ABSENT: None

INVOCATION AND PLEDGE TO THE FLAG

Regent Susan Moore-Fontenot said the invocation and led the pledge to the flag.

EXECUTIVE SESSION

Chairman Himsel announced at 5:05 p.m. that the Board would convene into Closed meeting to discuss personnel, Presidential Evaluation.

At 5:50 p.m., the Board reconvened into an Open meeting.

18.11 DISPOSITION OF MINUTES

Regent Gray made a motion, seconded by Regent Alfaro, THAT THE BOARD APPROVE THE MINUTES OF MARCH 10, 2011.

The motion passed without a dissenting vote.
CHAIRMAN'S REPORT

Chairman Himself called for committee reports. There was no report from the Building and Facilities Committee or the Policy Committee. Audit and Investment Committee Chairman Wayne Gray reported the committee had not met but indicated the desire to call a committee meeting within a week.

The Chairman asked VP of Finance Steve Evans to finalize plans for the Audit and Investment committee.

Building and Facilities—Serving on the Building and Facilities Committee are Mark Hall, Chairman, Don Coffey and Keith Coburn
Policy Committee—Serving on the Policy Review Committee are Susan Moore-Fontenot, Chairman, Pete Alfaro and Judy Jarrels
Audit and Investment Committee—Serving on the Audit and Investment Committee are Wayne Gray, Chairman, Pete Alfaro and Ronn Haddox

PRESIDENT'S REPORT

Legislative Update Overview

- The Senate conferring on the budget and may act as early as next week.
- An important change on HB 1 resulted in the decision to increase the funding available for employee health care insurance to the level in the Senate budget.
- In regard to inmate education, Senate version at this time providing for approximately $2.7 million, whereas the House version zeroed out inmate education.
- Dr. Murphy testified against and strongly opposes the Wentworth legislation under consideration, that if passed would allow students to carry weapons on campus.
- Conscientious efforts and diligence in maintaining communications with legislators in and out of our district regarding higher education continues.
- Responding to and recanting to erroneous information when possible.

INFORMATIONAL REPORTS

Financial Services Report – Vice President of Finance -Steve Evans
A brief review of the budget report indicated we are overall in good shape.

- On Expenditure side: we are approximately 58% through the fiscal year.
- Revenue side: tax collections reflect what is expected at this time.
- $1 million dollars from ExxonMobil Foreign Trade Zone (FTZ) agreement represents an increase in unexpected revenue.
Investment Portfolio:
- Cash balance - $16 million, at high point, with very little tax revenue coming in between now and December.
- Tex Pool currently earning only .14%.
- Certificates of Deposit paying less than Tex Pool at this time (.1 or .2%)
- Next year's overall shortfall is a projected $4 million.

College Reserves:
- Unrestricted reserve balance at $9.9 million, representing 24% of operating budget, not including $1 million from FTZ.
- State recommends 2-3 month's reserves. College remains in accordance with state recommendations, with 3 months reserves.

At the May Board meeting a detailed report of items from Johnson Controls, Phase II of the Energy Management Plan—will be presented to the Board for review.

Discussion ensued.

Fifth Year Interim Report-SACS – Vice President of Learning - Dr. Cathy Kemper
Dr. Murphy reported on behalf of Dr. Kemper.
The report is well on its way with all but 1 of 14 required areas have draft reports in place. The report is due in September.

PUBLIC COMMENT

Mary Ann Amelang voiced concern over the timing of a proposed one-time bonus for College employees.

NEW BUSINESS

A. Personnel

19.11 CONSIDERATION OF RESIGNATION OF JASON HAYNES, TENNIS COACH

Dr. Murphy recommended that the Board accept the resignation of Jason Haynes.

Regent Haddox made a motion, seconded by Regent Coburn, THAT THE BOARD APPROVE THE ADMINISTRATION'S RECOMMENDATION.

The motion passed without a dissenting vote.
B. New Business

20.11 CONSIDERATION OF INCREASE IN TUITION FOR FALL 2011

Dr. Murphy recommended that the Board approve the following increases to tuition, effective fall 2011:

- Increase In-District Tuition by $5 per Student Credit Hour (SCH) (from $35 per SCH to $40 per SCH)
- Increase Out-Of-District Tuition by $7 per SCH (from $63 per SCH to $70 per SCH)
- Increase Non-Resident Tuition by $40 per SCH (from $85 per SCH to $125 per SCH)

Regent Moore-Fontenot made a motion, seconded by Regent Coburn, THAT THE BOARD APPROVE THE ADMINISTRATION'S RECOMMENDATION.

Discussion ensued.

Regent Coffey asked the Board to consider increasing the recommendation by an additional $2 per SCH.

Chairman Himsel asked Board members if all were in agreement to withdraw the original motion. All acknowledged they were, resulting in a motion by Regent Coffey.

Regent Coffey made a motion, seconded by Regent Hall, to amend the Administrations recommendation by increasing tuition rates an additional $2 per SCH, seconded by Regent Hall.

The increase recommended reflects as follows:

- Increase In-District Tuition by $7 per Student Credit Hour (SCH) (from $35 per SCH to $42 per SCH)
- Increase Out-Of-District Tuition by $9 per SCH (from $63 per SCH to $72 per SCH)
- Increase Non-Resident Tuition by $42 per SCH (from $85 per SCH to $127 per SCH)

The motion passed without a dissenting vote.

21.11 CONSIDERATION OF RETIREMENT PROGRAM

The Administration made no recommendation.

Chairman Himsel called for a motion for discussion.

Regent Alfaro made a motion, seconded by Regent Gray.

Discussion ensued resulting with Regent Gray withdrawing his motion (2nd) based on information presented during discussion. There was no further motion to second.

The motion failed.
CONSIDERATION OF MEMORANDUM OF UNDERSTANDING (MOU) WITH GCCISD FOR THE CONTINUATION OF IMPACT EARLY COLLEGE HIGH SCHOOL AT LEE COLLEGE

Dr. Murphy commented that continued discussion is planned regarding the MOU under consideration and that no action would take place on the item at this time.

Chairman Himsel commented that a meeting with both entities administrators and Board representatives has been scheduled and a report in full will follow.

CONSIDERATION OF DISCUSSION AND POSSIBLE APPROVAL OF SALARY INCREASE

The Administration made no recommendation.

Regent Coffey made a motion, seconded by Regent Jirrels, THAT THE BOARD APPROVE A ONE TIME, NON RECURING PAYMENT TO LEE COLLEGE EMPLOYEES EQUATING TO A 2% AMOUNT.

Discussion ensued.

Regent Coffey made a motion, seconded by Regent Haddox, to remove the motion from the table pending the outcome of matters Attorney Rick Peebles will address.

The motion passed without a dissenting vote.

C. Matters of Concern for Future Agendas

None

EXECUTIVE SESSION

Chairman Himsel announced at 7:25 p.m. that the Board would convene into Closed meeting to discuss personnel, Presidential Evaluation.

At 8:45 p.m., the Board reconvened into an Open meeting.
D. Adjournment

Chairman Himsel declared the meeting adjourned at 8:45 pm.

[Signature]
Chairman, Board of Regents

[Signature]
Secretary, Board of Regents