

CENTRAL MICHIGAN UNIVERSITY

BOARD OF TRUSTEES

September 9, 2004

Central Michigan University Board of Trustees
Mt. Pleasant, Michigan
September 9, 2004

Members present: Mr. James C. Fabiano Sr., chair; Mr. Jerry D. Campbell; Mr. Jeffrey R. Caponigro; Ms. Stephanie Comai; Ms. Melanie Reinhold Foster; Mr. Roger L. Kessler; Mr. John G. Kulhavi; Dr. Michael Rao, president.

Member absent: Ms. Gail F. Torreano.

Also attending: Ms. Mary Jane Flanagan, executive assistant to the president and secretary to the Board of Trustees; Mr. Michael A. Leto, vice president for development and alumni relations; Dr. George E. Ross, vice president for finance and administrative services and treasurer of the Board of Trustees; Dr. Thomas A. Storch, executive vice president/provost; Ms. Kathleen M. Wilbur, vice president for government relations and public affairs..

The meeting was called to order by Chair Fabiano at 1:35 p.m.

Public comment related to agenda items: Glen Blystone/campus housing, additional units.

Report of the University President: recognized staff excellence award winners, faculty, students, athletics department for MAC academic achievement award, Trustee Kulhavi's establishment of an endowed professorship in neuroscience; national and regional university-wide and programmatic rankings; and outreach/community relations initiatives.

EMERITA RANK: CONSENT AGENDA

Alice L. Littlefield, professor, sociology/anthropology/social work

WHEREAS, Alice Littlefield has served the Department of Sociology, Anthropology, and Social Work for 35 years, progressing from an instructor to professor of anthropology; and

WHEREAS, She has provided significant leadership to the anthropology unit and the department, chairing committees and serving as department chair from 1993 to 1996; and

WHEREAS, She has been a devoted teacher of anthropology and women's studies who continuously updated course materials, completely revising a course during her last semester; developed new courses to encourage an understanding of other cultures and globalization processes; and mentored graduate students in sociology; and

WHEREAS, She has developed a national reputation by contributing to the professional and scholarly life of anthropology, including articles and presentations; coediting books, *Native Americans and Wage Labor: Ethnographic and Ethnohistorical Perspectives*, and *Marxist Approaches in Economic Anthropology*; and

Emerita Rank - continued

WHEREAS, In 1994 she received the Michigan Association of Governing Boards Distinguished Faculty Award; and

RESOLVED, That the Board of Trustees expresses appreciation and gratitude to Alice L. Littlefield for her contributions to Central Michigan University and extends professor emerita rank.

Sandra C. Seaton, professor, English

WHEREAS, Sandra Seaton has been a member of the Department of English Language and Literature since 1990, and has taught creative writing, African-American literature, and composition to thousands of students; and

WHEREAS, She has distinguished herself and the department through the exceptional quality of her creative work, which has attracted considerable national attention and praise; and

WHEREAS, She has exercised great energy, persuasiveness, and enthusiasm for the advancement of programs in creative writing, and has passed these traits on to her students; and

WHEREAS, She has been a model of the writer/teacher for her students, and has developed a loyal following of students, many of whom have become fine writers, themselves; Now be it therefore

RESOLVED, That the Board of Trustees expresses appreciation and gratitude to Sandra C. Seaton for her contributions to Central Michigan University and extends professor emerita rank.

NAME CHANGE TO ProfEd:

It was moved by Ms. Comai, seconded by Mr. Kessler, and carried, that the following resolution be adopted.

RECITALS:

1. The College of Extended Learning/Central Michigan University desires to organize itself into a professional services delivery unit instead of a college.
2. The College of Extended Learning/Central Michigan University has initiated an organizational structure change and hereby desires to change its name to one more reflective of this change and supportive of its mission.
3. The College of Extended Learning/Central Michigan University desires to change its name to ProfEd/Central Michigan University.
4. This name change took effect on August 16, 2004.

Name Change . . . - continued

BE IT RESOLVED, That the action of the president dissolving the unit known as the College of Extended Learning/Central Michigan University and in its place creating the professional education services delivery unit, ProfEd, is ratified; this professional services delivery unit shall henceforth be referred to as ProfEd/Central Michigan University; and Be it further

RESOLVED, That the position of vice president/executive director for ProfEd is established; and Be it further

RESOLVED, That all Board policy statements referring to the College of Extended Learning (CEL) or Institute for Personal and Career Development (IPCD) remain applicable to ProfEd.

PROSPECTIVE GRADUATES AUGUST 2004: CONSENT AGENDA

Board approval of the list of prospective graduates for August 2004 as certified by the registrar and accepted by the academic senate.

FACULTY PERSONNEL: CONSENT AGENDA

Sabbatical Leaves

Mary Ann Crawford, associate professor, English, requests that a previously approved sabbatical leave be changed to spring 2005 with full pay.

Reade Dornan, associate professor, English, requests that a previously approved sabbatical leave for the 2004-2005 academic year with one-half pay be canceled.

Ivy Goduka, professor, human environmental studies, requests that a previously approved sabbatical leave be changed to fall 2004 with full pay.

John Hartman, professor, journalism, requests that a previously approved sabbatical leave be changed to spring 2005 with full pay.

RESEARCH AND SPONSORED PROGRAMS: CONSENT AGENDA

Awards during the quarter ended June 30, 2004, totaled \$5,125,506.

PUBLIC SCHOOL ACADEMY ACTIVITIES: CONSENT AGENDA

Changes in Members . . .

A.G.B.U. Alex and Marie Manoogian School

RECITALS:

1. At its March 10, 2000, meeting this board reauthorized the issuance of a contract to charter as a public school academy to A.G.B.U. Alex and Marie Manoogian School. On September 1, 2000, the contract was executed.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is nine (9).
3. The term of Janice Torosian expired August 30, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Janice Torosian for reappointment to a term which expires August 30, 2008.
5. The university president or designee has recommended Janice Torosian for reappointment to the expired term.

BE IT RESOLVED, That Janice Torosian is reappointed to serve as a member of the board of directors of A.G.B.U. Alex and Marie Manoogian School commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

Janice Torosian
37710 Wendy Lee
Farmington Hills, Michigan 48331
248-478-1847
chief financial officer, Health Plan of Michigan
(to fill a term ending August 30, 2008)

Academy of Detroit West

RECITALS:

1. At its March 4, 2004, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Academy of Detroit West.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. The terms of John Aaron and Leslie Brown expire September 24, 2004.

PSA Activities - continued

4. The board of the academy has, by majority vote of its members, adopted a resolution nominating John Aaron for reappointment to a term which expires September 24, 2006; and Leslie Brown for reappointment to a term which expires September 24, 2008.
5. The university president or designee has recommended John Aaron and Leslie Brown for reappointment to the expiring terms.

BE IT RESOLVED, That John Aaron and Leslie Brown are reappointed to serve as members of the board of directors of Academy of Detroit West commencing the date upon which the oaths of public office are filed with the Office of Charter Schools but not prior to September 25, 2004.

John Aaron
22531 Fargo
Detroit, Michigan 48219
313-534-7095
sales manager, Realty World- Newport
(to fill a term ending September 24, 2006)

Leslie Brown
18945 Hubbell
Detroit, Michigan 48235
313-273-0467
retired
(to fill a term ending September 24, 2008)

Academy of Flint

RECITALS:

1. At its March 4, 2004, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Academy of Flint.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is seven (7).
3. The term of Jeanette Colbert expired May 12, 2003.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Nadine Alexander for appointment to a term which expires May 12, 2008.
5. The university president or designee has recommended Nadine Alexander for appointment to the expired term.

PSA Activities - continued

BE IT RESOLVED, That Nadine Alexander is appointed to serve as a member of the board of directors of Academy of Flint commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

Nadine Alexander
3502 Keyes Street
Flint, Michigan 48504
810-789-6824
activities leader, Odis A. Floyd Community Center
(to fill a position ending May 12, 2008)

Academy of Lathrup Village

RECITALS:

1. At its March 4, 2004, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Academy of Lathrup Village.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. The terms of Sonya Bennett and Paul Bradley expire September 24, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Sonya Bennett and Paul Bradley for reappointment to terms which expire September 24, 2008.
5. The university president or designee has recommended Sonya Bennett and Paul Bradley for reappointment to the expiring terms.

BE IT RESOLVED, That Sonya Bennett and Paul Bradley are reappointed to serve as members of the board of directors of Academy of Lathrup Village commencing the date upon which the oaths of public office are filed with the Office of Charter Schools but not prior to September 25, 2004.

Sonya Bennett
16786 Sticker
Eastpointe, Michigan 48021
586-777-0138
budget analyst, Daimler Chrysler
(to fill a term ending September 24, 2008)

PSA Activities - continued

Paul Bradley
10201 West Outer Drive
Detroit, Michigan 48223
313-836-5253
retired, General Motors
(to fill a term ending September 24, 2008)

Academy of Oak Park

RECITALS:

1. At its March 3, 2004, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Academy of Oak Park.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. The terms of Cheryl Mason and Elizabeth Misuraca expire September 24, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Cheryl Mason for reappointment to a term which expires September 24, 2006; and nominating Elizabeth Misuraca for reappointment to a term which expires September 24, 2008.
5. The university president or designee has recommended Cheryl Mason and Elizabeth Misuraca for reappointment to the expiring terms.

BE IT RESOLVED, That Cheryl Mason and Elizabeth Misuraca are reappointed to serve as members of the board of directors of Academy of Oak Park commencing the date upon which the oaths of public office are filed with the Office of Charter Schools but not prior to September 25, 2004.

Cheryl Mason
23241 Laurel Valley
Southfield, Michigan 48034
248-355-1819
guidance and counseling administrator, Detroit Public Schools
(to fill a term ending September 24, 2006)

Elizabeth Misuraca
20480 Williamsburg Court
Harper Woods, Michigan 48225
313-417-8984
director of public relations, Metro Services
(to fill a term ending September 24, 2008)

PSA Activities - continued

Academy of Southfield

RECITALS:

1. At its March 4, 2004, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Academy of Southfield.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. The term of Elma Peddy expires September 24, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Elma Peddy for reappointment to a term which expires September 24, 2008
5. The university president or designee has recommended Elma Peddy for reappointment to the expiring term.

BE IT RESOLVED, That Elma Peddy is reappointed to serve as a member of the board of directors of Academy of Southfield commencing the date upon which the oath of public office is filed with the Office of Charter Schools but not prior to September 25, 2004.

Elma Peddy
131 Longfellow
Detroit, Michigan 48202
313-868-6734
retired
(to fill a term ending September 24, 2008)

Countryside Charter School

RECITALS:

1. At its July 13, 2000, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Countryside Charter School. On November 9, 2000, the contract was executed.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is seven (7).
3. The term of George McManus expires November 7, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating George McManus for reappointment to a term which expires November 7, 2008.

PSA Activities - continued

5. The university president or designee has recommended George McManus for reappointment to the expiring term.

BE IT RESOLVED, That George McManus is reappointed to serve as a member of the board of directors of Countryside Charter School commencing the date upon which the oath of public office is filed with the Office of Charter Schools but not prior to November 8, 2004.

George McManus
663 Hillandale Road
Benton Harbor, Michigan 49022
269-944-5575
president, L.H. Piggot & Girls, Inc.
(to fill a term ending November 7, 2008)

Linden Charter Academy

RECITALS:

1. At its March 13, 2003, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Linden Charter Academy. On August 24, 2004, the contract was executed.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. Teresa Witt resigned July 15, 2004, therefore leaving a vacant position on the board of directors. The term of the vacant position expires May 12, 2006.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Jo Ann Shabazz for appointment to a term which expires May 12, 2006.
5. The university president or designee has recommended Jo Ann Shabazz for appointment to the vacant position.

BE IT RESOLVED, That Jo Ann Shabazz is appointed to serve as a member of the board of directors of Linden Charter Academy commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

Jo Ann Shabazz
6144 Neff Road
Mt. Morris, Michigan 48458
810-789-8379
academic advisor, University of Michigan - Flint
(to fill a position ending May 12, 2006)

PSA Activities - continued

New Beginnings Academy

RECITALS:

1. At its January 1, 2004, meeting this board reauthorized the issuance of a contract to charter as a public school academy to New Beginnings Academy.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. Valerie Bonner resigned May 27, 2004, therefore leaving a vacant position on the board of directors. The term of the vacant position expires May 12, 2006.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Aaron Green for appointment to a term which expires May 12, 2006.
5. The university president or designee has recommended Aaron Green for appointment to the vacant position.

BE IT RESOLVED, That Aaron Green is appointed to serve as a member of the board of directors of New Beginnings Academy commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

Aaron Green
1783 Eileen
Ypsilanti, Michigan 48198
734-481-7980
care assistant, Saint Joseph Mercy Hospital
(to fill a position ending May 12, 2006)

Old Redford Academy

RECITALS:

1. At its March 13, 2003, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Old Redford Academy.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. Mitchell Pickett resigned June 1, 2004, therefore leaving a vacant position on the board of directors. The term of the vacant position expires May 12, 2008.

PSA Activities - continued

4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Patricia Moncrease for appointment to a term which expires May 12, 2008.
5. The university president or designee has recommended Patricia Moncrease for appointment to the vacant position.

BE IT RESOLVED, That Patricia Moncrease is appointed to serve as a member of the board of directors of Old Redford Academy commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

Patricia Moncrease
17301 Melrose
Southfield, Michigan 48075
248-443-0324
human resources manager, Blue Care Network
(to fill a position ending May 12, 2008)

The da Vinci Institute

RECITALS:

1. At its July 13, 2000, meeting this board reauthorized the issuance of a contract to charter as a public school academy to The da Vinci Institute. On July 22, 2000, the contract was executed.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is seven (7).
3. James Best resigned June 10, 2004, therefore leaving a vacant position on the board of directors. The term of the vacant position expired July 20, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Andrew Schulcz for appointment to a term which expires July 20, 2008.
5. The university president or designee has recommended Andrew Schulcz for appointment to the expired term.

BE IT RESOLVED, That Andrew Schulcz is appointed to serve as a member of the board of directors of The da Vinci Institute commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

PSA Activities - continued

Andrew Schulcz
739 West High
Jackson, Michigan 48203
517-780-4521
911 dispatcher, Life Care Ambulance Service
(to fill a position ending July 20, 2008)

Thomas-Gist Academy

RECITALS:

1. At its January 15, 2003, meeting this board reauthorized the issuance of a contract to charter as a public school academy to Thomas-Gist Academy. On July 1, 2003, the contract was executed.
2. This board appointed the initial board of directors of the academy, and has subsequently made changes in the membership of the board of directors of the academy. The current number of members of the board is five (5).
3. The term of Kim Russell expired August 30, 2004.
4. The board of the academy has, by majority vote of its members, adopted a resolution nominating Kim Russell for reappointment to a term which expires August 30, 2008.
5. The university president or designee has recommended Kim Russell for reappointment to the expired term.

BE IT RESOLVED, That Kim Russell is reappointed to serve as a member of the board of directors of Thomas-Gist Academy commencing the date upon which the oath of public office is filed with the Office of Charter Schools.

Kim Russell
4062 Spruce
Inkster, Michigan 48141
313-274-2772
housewife
(to fill a term ending August 30, 2008)

INDEPENDENT AUDIT: CONSENT AGENDA

BE IT RESOLVED, That the accountant's report of Andrews Hooper & Pavlik P.L.C. for the fiscal year ending June 30, 2004, is received. The administration is authorized to use this report as necessary.

WOLDT TOWERS PROJECT: (Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Ms. Foster, and carried, that the following resolution be adopted.

BE IT RESOLVED, That the president or his designee is authorized to contract for the planning, design, construction, equipping and furnishing of two new residence halls; the remodeling and expansion of the Woldt dining facility; and installation of a fire suppression system in the existing east residence halls for an amount not to exceed \$30,000,000. Source of funds will be proceeds from the university's issuance of general revenue bonds.

ISSUANCE OF GENERAL REVENUE BONDS: (Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Mr. Caponigro, and carried, that the following resolution be adopted.

**RESOLUTION OF THE CENTRAL MICHIGAN UNIVERSITY BOARD OF TRUSTEES
AUTHORIZING THE ISSUANCE OF GENERAL REVENUE BONDS AND
PROVIDING FOR OTHER MATTERS RELATING THERETO**

WHEREAS, The Central Michigan University Board of Trustees (the "Board") is a constitutional body corporate established pursuant to Article VIII, Section 6 of the Michigan Constitution of 1963, as amended, with general supervision of Central Michigan University (the "University") and the control and direction of all expenditures from the University's funds; and

WHEREAS, In the exercise of its constitutional duties and in order to properly serve the needs of students attending the University, the Board has authorized the acquisition, construction, installation and equipping of the capital improvements described in Exhibit A (collectively, the "Project"); and

WHEREAS, The financing of a portion of the Project through the issuance of General Revenue Bonds will serve proper and appropriate public purposes; and

WHEREAS, In the exercise of its constitutional duties, and in order to control and direct prudently expenditures from the University's funds, the Board determines it is necessary and desirable to authorize the issuance of General Revenue Bonds (the "Bonds") in order to provide funds which, together with other available funds, will be used to pay all or part of the costs of the Project, and costs incidental to the issuance of the Bonds; and

WHEREAS, A trust indenture (the "Trust Indenture") must be entered into by and between the Board and a trustee (the "Trustee") to be designated by an Authorized Officer (hereinafter defined), pursuant to which the Bonds will be issued and secured; and

WHEREAS, The indentures authorizing certain outstanding General Revenue Bonds of the Board (the "Outstanding Bonds") create certain conditions for the issuance of General Revenue Bonds on a parity basis with the Outstanding Bonds; and

WHEREAS, The Vice President for Finance and Administrative Services shall, on or prior to the delivery of the Bonds, certify that the conditions for issuing the Bonds, secured on a parity basis by General Revenues with the Outstanding Bonds have been met; and

. . . General Revenue Bonds - continued

WHEREAS, It is necessary to authorize the Authorized Officers (as defined below) to negotiate the sale of the Bonds with an underwriter or group of underwriters to be selected by an Authorized Officer (collectively, the "Underwriter") and to enter into a bond purchase agreement (the "Bond Purchase Agreement") with the Underwriter setting forth the terms and conditions upon which the Underwriter will agree to purchase the Bonds and the interest rates thereof and the purchase price therefor; and

WHEREAS, In order to be able to market the Bonds at the most opportune time, it is necessary for the Board to authorize the President and the Vice President for Finance and Administrative Services (each an "Authorized Officer") or either of them individually, to negotiate, execute and deliver on behalf of the Board, the Trust Indenture, the Bond Purchase Agreement, and other related documents, to establish the specific terms of the Bonds and to accept the offer of the Underwriter to purchase the Bonds, all within the limitations set forth herein; and

WHEREAS, the Board has full power under its constitutional authority for supervision of the University, and control and direction of expenditures from the University funds, to acquire, construct, furnish and equip the Project, to pay a portion of the costs of the Project by issuance of the Bonds, and to pledge General Revenues (as hereinafter defined) for payment of the Bonds;

NOW, THEREFORE, BE IT RESOLVED BY THE CENTRAL MICHIGAN UNIVERSITY BOARD OF TRUSTEES, AS FOLLOWS:

1. The Board hereby approves each component of the Project as set forth in Exhibit A attached hereto, and authorizes the Authorized Officers, or either of them to proceed with the Project and each component thereof. Either Authorized Officer is authorized (I) to determine the specific amount of the cost of each component of the Project to be financed from the proceeds of the Bonds, and (ii) to determine to pay any of the costs of any component of the Project, or any costs of the construction and equipping of a wet laboratory facility in the CART, from the available proceeds of any previously issued bonds of the Board.
2. The Board hereby authorizes the issuance, execution and delivery of the Bonds in one or more series to be designated GENERAL REVENUE BONDS, SERIES 2004, with appropriate additional or alternative series designations, if any, in the aggregate original principal amount to be established by an Authorized Officer, but not to exceed the principal amount necessary to produce proceeds of Thirty Four Million Dollars (\$34,000,000). The Bonds shall be dated as of the date or dates established by an Authorized Officer, and shall be issued for the purpose of providing funds which, together with other available funds, will be used to pay all or a portion of the costs of the Project and the costs related to the issuance of the Bonds, including capitalized interest, if any for such period as an Authorized Officer may determine appropriate, and bond insurance premiums, if appropriate. The Bonds shall be serial Bonds or term Bonds, which may be subject to redemption requirements, or both, as shall be established by an Authorized Officer, but the first maturity shall be no earlier than April 1, 2005 and the last maturity shall be no later than December 31, 2035. The Bonds may bear no interest or may bear interest at stated fixed rates for the respective maturities thereof as shall be established by an Authorized Officer, but the highest yield (computed using the stated coupon and the stated original offering price) for any maturity shall not exceed 6.5% per annum, and the Bonds may be issued in whole or in part as capital appreciation bonds, which for their term or any part thereof bear no interest but appreciate in principal amount over time at compounded rates (not in excess of 6.5% per annum) to be determined by an Authorized Officer. The Bonds may be subject to redemption or call for purchase prior to maturity at the times and prices and in the manner as shall be established by an Authorized Officer, but no redemption premium shall

... General Revenue Bonds - continued

exceed 3% of the principal amount being redeemed. Interest on the Bonds shall be payable at such times as shall be specified by an Authorized Officer. The Bonds shall be issued in fully registered form in denominations, shall be payable as to principal and interest in the manner, shall be subject to transfer and exchange, and shall be executed and authenticated, all as shall be provided in the Trust Indenture. The Bonds shall be sold to the Underwriter pursuant to the Bond Purchase Agreement for a price to be established by an Authorized Officer (but the Underwriter's discount, exclusive of original issue discount, shall not exceed 0.75% of the principal amount thereof) plus accrued interest, if any, from the dated date of the Bonds to the date of delivery thereof.

3. The Bonds shall be limited and not general obligations of the Board payable from and secured, on a parity basis with the Outstanding Bonds, by a lien on the General Revenues (as shall be defined in the Trust Indenture in a manner generally consistent with the definition thereof contained in the trust indentures securing the Outstanding Bonds) and moneys, securities or other investments from time to time on deposit in certain funds created pursuant to the Trust Indenture. The lien shall be on a parity basis with the liens on General Revenues securing previously issued outstanding bonds and notes of the Board.

No recourse shall be had for the payment of the principal amount of or interest or premium on the Bonds, or any claim based thereon against the State of Michigan, or any officer or agent thereof or of the Board or the University, as individuals, either directly or indirectly, nor, except as specifically provided in the Trust Indenture against the Board, nor shall the Bonds and interest with respect thereto become a lien on or be secured by any property, real, personal or mixed of the State of Michigan or the Board, other than the General Revenues and the moneys from time to time on deposit in all or part of the funds established by the Trust Indenture.

Any pledge of General Revenues, and funds specified in the Trust Indenture shall be valid and binding from the date of the issuance and delivery of the Bonds or such agreements, and all moneys or properties subject thereto which are thereafter received shall immediately be subject to the lien of the pledge without physical delivery or further act. The lien of said pledge shall be valid and binding against all parties (other than the holders of any other bonds, notes or debt obligations secured by a parity first lien on General Revenues) having a claim in tort, contract or otherwise against the Board, irrespective of whether such parties have notice of the lien.

4. The right is reserved to issue additional bonds, notes or other obligations payable from and secured on a parity basis with the Bonds and the Outstanding Bonds from the General Revenues, upon compliance with the terms and conditions as shall be set forth in the Trust Indenture.
5. Either Authorized Officer is hereby authorized and directed, in the name and on behalf of the Board, and as its corporate act and deed, to select the Trustee, and to negotiate, execute and deliver the Trust Indenture. The Trust Indenture may contain such covenants on behalf of the Board and terms as such officers deem appropriate, including, but not limited to, covenants with respect to the establishment of General Revenues at levels expressed as a percentage of debt service on the Bonds or all General Revenue Bonds, and with respect to the issuance of additional bonds, notes or other obligations payable from and secured by General Revenues. In addition, either Authorized Officer is hereby authorized, empowered and directed to negotiate, if necessary and expedient for the issuance of the Bonds, for acquisition of bond insurance and to execute and deliver an insurance commitment or other documents or instruments required in connection with such insurance.

... General Revenue Bonds - continued

6. Either Authorized Officer is hereby authorized and directed, in the name and on behalf of the Board and as its corporate act and deed, to select the Underwriter and to negotiate, execute and deliver the Bond Purchase Agreement with the Underwriter setting forth the terms of the Bonds and the sale thereof, all within the limitations set forth herein.
7. Either Authorized Officer is hereby authorized, empowered and directed, in the name and on behalf of the Board, and as its corporate act and deed, to execute the Bonds by placing his or her facsimile or manual signature thereon, and to deliver the Bonds to the Underwriter in exchange for the purchase price thereof, as provided in the Bond Purchase Agreement.
8. Either Authorized Officer is hereby authorized to cause the preparation of a Preliminary Official Statement, if necessary, and an Official Statement with respect to the Bonds, and to execute and deliver the Official Statement. The Underwriter is authorized to circulate and use, in accordance with applicable law, the Preliminary Official Statement, if any, and the Official Statement in connection with the offering, marketing and sale of the Bonds.
9. The President, the Vice President for Finance and Administrative Services, the Secretary, the University Counsel and any other appropriate officer of the Board or the University are hereby authorized to perform all acts and deeds and to execute and deliver for and on behalf of the Board all instruments and documents required by this resolution, the Trust Indenture, or the Bond Purchase Agreement, or necessary, expedient and proper in connection with the issuance, sale and delivery of the Bonds, as contemplated hereby and in connection with the ongoing administration of the debt program authorized hereby. Any reference to an officer of the Board or the University herein shall include any interim or acting officer appointed by the Board. Any action required under the Trust Indenture, Bond Purchase Agreement or other instrument related to the Bonds may be taken by and on behalf of the Board by an Authorized Officer.
10. In accordance with the requirements of Rule 15c2-12 of the United States Securities and Exchange Commission, the Board may be required in connection with the issuance of the Bonds to enter into a Disclosure Undertaking for the benefit of the holders and beneficial owners of the Bonds. Either Authorized Officer is authorized to cause to be prepared and to execute and deliver, on behalf of the Board, the Undertaking.
11. All resolutions or parts of resolutions or other proceedings of the Board in conflict herewith be and the same are hereby repealed insofar as such conflict exists.

EXHIBIT A

PROJECT

The project consists of the components, with the currently estimated cost (exclusive of capitalized interest, bond insurance premium and other bond issuance expense) set forth below.

1. Two new residence hall facilities, with a currently estimated cost of \$24,100,000.

... General Revenue Bonds - continued

2. Woldt dining facility renovation and expansion, with a currently estimated cost of \$4,800,000.
3. East Complex Residence Halls fire suppression sprinkler system, with a currently estimated cost of \$1,100,000.

CENTRAL MICHIGAN UNIVERSITY RESEARCH CORPORATION (CMURC) AGREEMENT:
(Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Ms. Comai, and carried, that the following resolution be adopted.

BE IT RESOLVED, That the president or designee is authorized to execute agreements with the Central Michigan University Research Corporation (CMURC) that will formalize the operational relationship between the entities and provide university financial support for the corporation during its development phase. The support may be provided for up to five years in an amount not to exceed \$500,000 per year.

CENTER FOR APPLIED RESEARCH AND TECHNOLOGY (CART) BUILDING: (Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Ms. Comai, and carried, that the following resolution be adopted

BE IT RESOLVED, That the president or designee is authorized to enter into agreements to effect the construction and lease of additional laboratory space in the Center for Applied Research and Technology (CART). These agreements include:

- An amended lease of the entire building between the university and the Central Michigan University Research Corporation.
- Acceptance of the grant from the Michigan Economic Development Corporation for procuring architectural and engineering services for the construction of the wet lab and for performing other services as necessary to meet obligations of that grant.
- Acceptance of a grant or contract with the U.S. Department of Commerce Economic Development Administration which requires non-federal matching funds.
- Execution of a contract for the design of the addition to the facility.
- Execution of contracts for the construction of the addition to the facility.
- Execution of an agreement with the Central Michigan University Research Corporation to detail responsibilities of each party with regard to the design and construction of the addition and to procure other services as necessary to meet obligations of the MEDC grant.

Center for Applied Research and Technology . . . - continued

BE IT FURTHER RESOLVED, That the university may expend up to \$2.6 million of its funds for the design and construction of the addition to the CART. Funds from the capital reserves may be used for this purpose, or the university may borrow this amount in a manner and on terms deemed acceptable by the vice president for finance and administrative services.

BE IT FURTHER RESOLVED, That this project may move forward only after (a) confirmation of the receipt of the MEDC grant and the U.S. Department of Commerce EDA grant, (b) upon successful negotiation of an amended lease between CMU and CMURC, and ©) a pre-lease agreement between CMURC and DNT and Bio ID that commits them to sublease the improved space for at least 10 years, with rent that will repay CMU.

POLICY/BUDGETARY GUIDELINES FOR THE CAMPUS IMPROVEMENT FEE: (Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Ms. Foster, and carried, that the following resolution be adopted.

BE IT RESOLVED That the following Policy and Budgetary Guidelines are established for the campus improvement fee (CIF):

- The campus improvement fee shall continue to be assessed to students according to separate Board action.
- The campus improvement fee shall be used for capital type expenditures in support of campus facilities, grounds and major equipment.
- The Board shall approve as required a budget for the expenditure of CIF funds. Budget guidelines for expenditures require that the funds be expended on the following types of improvements: facility construction or major renovation; grounds/landscaping; deferred maintenance; safety/compliance issues; discretionary (as determined by the Board); and retention/reserves.
- There shall be an annual financial report prepared and presented to the Board of Trustees for approval. The report shall be for the annual fiscal year ending on June 30 each year and shall be presented for Board approval at its September meeting each year.

CAMPUS IMPROVEMENT FEE BUDGET FOR 2004-2005: (Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Mr. Kulhavi, and carried, that the following resolution be adopted.

BE IT RESOLVED, That the campus improvement fee budget for the fiscal year ending June 30, 2005, is approved. (Copy on file in the Office of the Secretary.)

UTILITY SUPPLY UPGRADE: (Finance and Personnel Committee)

It was moved by Mr. Kessler, seconded by Mr. Campbell, and carried, that the following resolution be adopted.

BE IT RESOLVED, That the president or designee is authorized to execute a contract with Consumers Energy Company for detailed engineering services to finalize the scope of the electrical supply component (Phase I) of the utility supply upgrade project to provide a new substation and transmission lines for the campus at a cost not to exceed \$300,000; funding to be from campus improvement fee.

MICHIGAN DEPARTMENT OF ENVIRONMENTAL QUALITY (MDEQ) PROJECT: CONSENT AGENDA

BE IT RESOLVED, That the president or designee is authorized to sign a contract amendment not to exceed an additional \$219,188 with the Michigan Department of Environmental Quality for the purpose of providing project coordination and material production, science and mathematics program improvement, and trainer training and teacher outreach under the Clean Michigan Environmental Education Initiative. The president or designee is further authorized to sign agreements as may be required to perform the work necessary for this project.

NATIONAL SCIENCE FOUNDATION PURCHASE OF BODY SCANNER: CONSENT AGENDA

BE IT RESOLVED, That the president or designee is authorized to sign a contract and related agreements not to exceed \$262,047 for the purchase of a three-dimensional body scanner, associated services, and software; funding to be from a National Science Foundation grant..

BE IT FURTHER RESOLVED, That the president or designee is authorized to sign additional contracts and agreements as necessary for effectively carrying out the terms of the National Science Foundation grant.

CHARTER SCHOOLS OFFICE LEASE AGREEMENT: CONSENT AGENDA

BE IT RESOLVED, That the president or designee is authorized to negotiate and execute a lease agreement for up to five years with UPOC, LLC for office space at 2520 South University Park to be used by the charter schools office.

CHARTER SCHOOLS OFFICE PHASE II ENHANCEMENT FOR THE AUTHORIZERS OVERSIGHT INFORMATION SYSTEM: CONSENT AGENDA

BE IT RESOLVED, That the president or designee is authorized to contract with Corporate Computer, Inc., for Phase II enhancements, a performance project database, and development of a workflow toolkit for the Authorizers Oversight Information System (AOIS), at a total cost not to exceed \$925,000; funding to be from the 2004-2007 charter schools operating budgets.

CHILDREN'S RESEARCH INSTITUTE PROJECT: CONSENT AGENDA

BE IT RESOLVED, That the president or designee is authorized to sign a contract or contract amendments not to exceed an additional \$10,000 with the Children's Research Institute for the project titled Functional SNP's Associated with Human Muscle Size and Strength. The president or designee is further authorized to sign subcontracts that may be required to perform the work necessary for this project. Total project cost not to exceed \$340,000.

ENDOWMENTS/SCHOLARSHIPS: CONSENT AGENDA

BE IT RESOLVED, That the following endowments are established, changed as requested by the donor, and statements are approved for printing:

John G. Kulhavi Endowed Professorship in Neuroscience

Established in 2004 by John G. Kulhavi '65. John is a senior vice president at Merrill Lynch and a retired U.S. Army Brigadier General. John is a member of CMU's Board of Trustees, Development Board, and is extensively involved with the university's Army ROTC program and the New Vision of Excellence Capital Campaign. The endowment will support a professorship in neuroscience in the College of Humanities and Social and Behavioral Sciences, Department of Psychology. This position will be held by a high-profile neuroscientist who will help lead the neuroscience program and the BRAIN Center to achieve high levels of research and instructional excellence.

Molson English Education Scholarship

Established in 1997 with a criteria change in 2004, this renewable scholarship was established by Francis and Mary Lois Molson. The recipient will be an undergraduate student with an English major or minor, completing the secondary education certification, and who has a minimum GPA of 3.25.

CONTRIBUTIONS: CONSENT AGENDA

Monies received during the quarter ended June 30, 2004, totaled \$1,725,929.

PUBLIC BROADCASTING STATIONS: (Policy and Bylaws Committee)

It was moved by Ms. Comai, seconded by Mr. Kessler, and carried, that the following resolution be adopted.

BE IT RESOLVED, That the university is authorized to operate the following public broadcasting radio and television stations:

FM radio:

WCMU
WCML
WCMW

Public Broadcasting Stations - continued

	WUCX (with Delta College)
	WCMZ
	WCMB
	WWCM
Television:	WCMU
	WCML
	WCMW
	WCMV
	Channel 46
	Channel 69
Digital television:	WCMU DT
	WCML DT
	WCMV DT
	WCMW DT

BE IT FURTHER RESOLVED, That the president or designee is authorized to apply for licenses for additional radio or television stations, or to relinquish licenses on behalf of the Board.

DELETION OF BOARD POLICIES: (Policy and Bylaws Committee)

It was moved by Ms. Comai, seconded by Mr. Caponigro, and carried, that the following resolution be adopted.

BE IT RESOLVED, That the following Board statements are no longer in effect.

Policy Manual Reference	Title	Most Recent Board Minutes Reference
3-6	Annual Contract Salaries	BTM 10-16-68 at 9
3-17	Leave Policy for Physicians	BTM 9-19-73 at 461
5-8	Early Admissions Policy	BTM 2-20-74 at 507
5-15	Graduate Student Full Time Academic Load	BTM 1-18-67 at 9
5-25	Regulations Governing Credit for Off Campus Graduate Courses	BTM 12-14-66 at 3-4
10-6	Advisory Board for Public Broadcasting	BTM 10-16-74 at 585
10-8	Public Broadcasting Mission Statement	BTM 9-13-96 at 3282

Trustees-Faculty Liaison Committee report.

Trustees-Student Liaison Committee report.

CONSENT AGENDA:

It was moved by Mr. Campbell, seconded by Ms. Foster, and carried, that the following items listed on the consent agenda be adopted, approved, accepted or ratified: minutes of the July 8 and August 4 formal sessions; emeritus rank; prospective graduates August 2004; faculty personnel; research and sponsored programs; public school academy activities; independent audit report; Michigan Department of Environmental Quality project; charter schools office lease agreement; charter school office oversight information system; Children's Research Institute project; endowments/scholarships; contributions.

Report to the Board: Griffin Endowed Chair (W. Ballenger)

Public comment on any item/matter not listed in the agenda: Brenda Jenkins/Woodward Academy Foundation.

The meeting adjourned at 3:07 p.m.

Mary Jane Flanagan
Secretary to the Board of Trustees

James C. Fabiano Sr.
Chair