

AGENDA

TRUSTEES OF THE CALIFORNIA STATE UNIVERSITY

Glenn S. Dumke Conference Center
400 Golden Shore
Long Beach, California

March 17, 1999 • 10:15 a.m.

Presiding: William Hauck, Chairman

Call To Order and Roll Call

Chairman's Report

Chancellor's Report

Report of California Postsecondary Education Commission —*Ralph R. Pesqueira*

Approval of Minutes of Board of Trustees' Meeting of January 27, 1999

Agenda Items for Board of Trustees' Consideration

1. Election of Five Members to Serve on Committee on Committees for 1999/2000, *Action*
2. Reappointment of Ad Hoc Committee on Board Operations, *Action*

Report of Committees

Ad Hoc Committee on Off-Campus Facilities: Chair – Anthony M. Vitti

Committee on Finance: Chair—Anthony M. Vitti

3. Private Sector Participation in the Development of The Village at Centennial Square on the Campus of San Francisco State University

Committee on Campus, Planning Buildings and Grounds: Chair—Ali C. Razi

1. Amend the 1998/99 Capital Outlay Program, Nonstate Funded
4. Categories and Criteria for the 2000/01 State Funded Capital Outlay Program
5. Approve the Campus Master Plan Revision and Schematic Plans for The Village at Centennial Square, San Francisco State University
6. Approval of Schematic Plans

Committee on University and Faculty Personnel: Chair – Ralph R. Pesqueira

1. Executive Compensation

Committee on Educational Policy: Chair—William D. Campbell

1. Cornerstones Implementation
3. Academic Planning and Program Review

Committee on Collective Bargaining: Chair—Michael D. Stennis

1. CFA Contract: Compensation and Conditions of Employment
2. Approval of CSU Initial Proposals for Fiscal Year 1999/2000 Compensation

Committee on Organization and Rules: Chair—Laurence K. Gould, Jr.

Committee on Institutional Advancement: Chair - Martha C. Fallgatter

1. Naming of Facility—California State University, Chico
2. Naming of Facility—California State Polytechnic University, Pomona

Committee on Audit: Chair—Stanley T. Wang

Committee on Governmental Relations: Chair—Joan Otomo-Corgel

1. 1999-2000 Legislative Report No. 2

Committee of the Whole: Chair—William Hauck

Communications and Correspondence

Old Business

New Business

Public Comment

Adjournment

**MINUTES OF MEETING OF
BOARD OF TRUSTEES**

**Trustees of The California State University
Glenn S. Dumke Conference Center
400 Golden Shore
Long Beach, California**

January 27, 1999

Trustees Present

William Hauck, Chairman
Bob Foster
Harold Goldwhite
Laurence K. Gould, Jr.
Eric C. Mitchell
Joan Otomo-Corgel
Ralph R. Pesqueira
Frederick W. Pierce, IV
Ali C. Razi
Charles B. Reed, Chancellor
Michael D. Stennis
Anthony M. Vitti
Stanley T. Wang

Trustees Absent

Cruz Bustamante, Lt. Governor
William D. Campbell
Ronald L. Cedillos
Gray Davis, Governor
Delaine Eastin, Superintendent of Public Instruction
Martha C. Fallgatter
Antonio Villaraigosa, Speaker of the Assembly

Chancellor's Office Staff

David S. Spence, Executive Vice Chancellor
Richard P. West, Senior Vice Chancellor, Business and Finance
Douglas X. Patiño, Vice Chancellor, University Advancement
Christine Helwick, General Counsel
Bruce M. Richardson, Deputy General Counsel
Samuel A. Strafaci, Interim Senior Director, Human Resources

Chairman Hauck called the meeting to order at 10:10 a.m.

Chairman's Report

Chairman Hauck welcomed CSU's new alumni trustee, Frederick W. Pierce, IV, to his first board meeting. He informed the trustees that the Senate did not take action on Trustee Moulton's and

Trustee Petrossian's appointments to the board; therefore, they were not confirmed. He also reported that Governor Davis had withdrawn the nomination for reappointment of Trustee Gray. Chairman Hauck pointed out that Governor Davis withdrew many other nominations as well. Chairman Hauck advised there were three vacancies currently on the board.

(The complete text of the Chairman's Report is attached marked Exhibit "A.")

Chancellor's Report

Chancellor Reed welcomed Trustee Pierce and said he looked forward to working with him and the Alumni Council. Chancellor Reed reminded the trustees that it had been a year since he and Barry Munitz sat together at the board table. Chancellor Reed said Dr. Munitz continues to be an advisor and a strong advocate of the CSU.

Chancellor Reed reminded the trustees that Secretary Riley would be making the State of American Education Address next week at CSU Long Beach focusing on teacher preparation nationally and in California.

Chancellor Reed noted an article in today's *Los Angeles Times* Education section where an estimate of 27,000 new teachers will be needed annually for the next ten years. Chancellor Reed said the numbers in the newspaper were consistent with CSU projections. Chancellor Reed said that in an effort to recruit the 250,000 to 300,000 new teachers needed in the next ten years, CSU has launched a \$2 million recruiting effort, called CalTeach. The trustees viewed a video of the ad that will appear on cable stations throughout the state in the next few months. Chancellor Reed said he was pleased with the number of hits to the web site and calls that were made to the 1-888 number.

Chancellor Reed noted that the Governor's Budget was about \$120 million short of what CSU requested. He assured the trustees that he and Richard P. West, senior vice chancellor, business and finance, would be working on that part of the budget over the next several months.

Chancellor Reed said he is well into his second round of campus visits and was looking forward to continuing the visits. He said last week Chairman Hauck invited him to attend a meeting of the California Business Roundtable. He reported the Business Roundtable had established a new committee on reforming K-12 education, and it was consistent with the goals of the California State University. He said CSU would do everything possible to support the efforts of the Roundtable and the business men and women who have created it.

Chancellor Reed announced he wanted to make two title changes to better reflect the positions of David S. Spence and Richard P. West. He told the trustees he was appointing Dr. Spence as Executive Vice Chancellor and Chief Academic Officer, and Mr. West, Executive Vice Chancellor and Chief Financial Officer.

Chancellor Reed said CSU Long Beach was celebrating its 50th anniversary and he congratulated President Maxson and thanked him for his leadership.

(The complete text of the Chancellor's Report is attached marked Exhibit "B.")

Report from the California Postsecondary Education Commission

Trustee Pesqueira, CSU representative to CPEC, referred the trustees to the report contained in their packets.

Approval of Minutes

The minutes of the Board of Trustees' Meetings of October 29, 1998, and November 11, 1998, were approved as submitted.

Agenda Items for Board of Trustees' Consideration

Conferral of the Title *Trustee Emeritus* (RBOT 01-99-01)

Trustee Vitti moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

WHEREAS, Jim Considine was first appointed a member of the CSU Board of Trustees in 1991, serving in a variety of roles, including that as vice chairman and chairman of the board; and

WHEREAS, During his tenure, he has provided key support to the establishment of CSU Channel Islands, presided over the incorporation of the Maritime Academy into the CSU system, and witnessed the emergence of CSU Monterey Bay; and

WHEREAS, In his role as Alumni Trustee, he has championed the two million alumni of the CSU, promoting their interests, overseeing the CSU Year of the Alumni and participating in numerous events honoring our alumni; and

WHEREAS, He has richly embedded himself in the CSU community through his long association with Cal Poly San Luis Obispo, where he received his bachelor's degree, taught as a faculty member, and later helped lead the alumni organization; and

WHEREAS, He has been an alert and enthusiastic supporter of the CSU, constantly seeking ways to highlight the outstanding accomplishments, programs, and personalities of the university community; and

WHEREAS, The California State University is pleased to distinguish those members who have made signal contributions to the California State University; now, therefore, be it

RESOLVED, By the Board of Trustees of The California State University, that this Board confer the title of Trustee Emeritus on Jim Considine with all the rights and privileges pertaining thereto.

Conferral of the Title *Trustee Emeritus* (RBOT 01-99-02)

Trustee Vitti moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

WHEREAS, Jim Gray was first appointed a member of the Board of Trustees of the California State University in 1990, serving in a variety of roles, including chair of the committees on Organization and Rules, Collective Bargaining, Governmental Relations, and Finance; and

WHEREAS, During his tenure, he has helped guide and advise the California State University as it confronted financial restrictions, enrollment declines and expansion, and undertook to launch new campuses at San Marcos, Monterey Bay, and Ventura; and

WHEREAS, He has been diligent in the performance of his responsibilities, serving as leader and listener, sharing his wit, his wisdom, and his rich experience in the business community, and promoting the name as well as the welfare of the California State University; and

WHEREAS, It is altogether fitting that the California State University distinguish those members who have made signal contributions to this system of higher education; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this Board express its thanks to Jim Gray for his years of service to the people of this state and confer on him the title of Trustee Emeritus with all the rights and privileges pertaining thereto.

Resolution Honoring Trustee Moulton (RBOT 01-99-03)

Trustee Razi moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

WHEREAS, Maridel Moulton was appointed to serve as a Trustee of the California State University by Governor Pete Wilson in December 1997; and,

WHEREAS, She has faithfully discharged her duties as a trustee, actively and fully participating as a member of the committees on Campus Planning, Buildings and Grounds; Educational Policy; Finance; Governmental Relations; Institutional Advancement; and Organization and Rules; and

WHEREAS, She has been an invaluable member of the Board, bringing to its discussions her broad experience in education, including her service as a commissioner on the California Student Aid Commission, to the benefit of the whole of the California State University; and

WHEREAS, It is most fitting that this Board distinguish such examples of service to this state and to the California State University; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this board hereby recognizes and honors Maridel Moulton for her service as a Trustee and anticipates her further contributions to California's educational community.

Resolution Honoring Trustee Petrossian (RBOT 01-99-04)

Trustee Gould moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

WHEREAS, Alice S. Petrossian was appointed by Governor Pete Wilson to serve as a Trustee of the California State University in December 1997; and

WHEREAS, She has since that time conscientiously served as a member of the Board, and as a member of its committees on Collective Bargaining; Educational Policy; Governmental Relations; Institutional Advancement; and Organization and Rules; and

WHEREAS, She has contributed greatly to the work of this Board, drawing upon her rich experience in education, including her long service in the Glendale Unified School District, to the benefit of the students, faculty and staff of this great university; and

WHEREAS, It is altogether fitting that the California State University honor such fine examples of service; now, therefore, be it

RESOLVED, By the Board of Trustees of the California State University, that this Board hereby commends Alice S. Petrossian for her service as a Trustee and looks forward to her continued contributions to the citizens of this state.

Recognition of NCAA Women's Volleyball Champions

Chancellor Reed asked President Maxson, CSU Long Beach, to come up to the podium to introduce the 1998 NCAA Women's Division I Volleyball Team. He said the 49ers were the first team in NCAA women's volleyball history to end a season undefeated.

Appointment of Ad Hoc Committee on Off-Campus Facilities (RBOT 01-99-05)

Chairman Hauck said that the CSU is asked fairly regularly to look at various potential facilities or new satellite facilities for CSU campuses and asked the board to approve the following resolution authorizing the appointment of the Ad Hoc Committee. Chairman Hauck said he would be appointing the members soon, but that Trustee Vitti would serve as chair. Chancellor Reed indicated that David S. Spence and Richard P. West would staff the committee.

After a motion duly made and seconded, the Board of Trustees approved the following resolution:

Appointment of Ad Hoc Committee on Off-Campus Facilities

RESOLVED, By the Board of Trustees of The California State University, that the chair be authorized to appoint an Ad Hoc Committee on Off-Campus Facilities to develop policy to determine when opportunities to establish off-campus facilities should be considered and what criteria should apply to determine when they are in the best interests

of the institution and therefore should be pursued. The committee shall review any proposals currently under consideration in light of this policy. The membership of this Ad Hoc Committee shall be determined by the chair.

Report of Committees

Report from the Ad Hoc Committee on Board Operations

In the absence of Trustee Fallgatter, chair, Trustee Vitti reported for the ad hoc committee.

Trustee Vitti reported the committee met and discussed ideas for welcoming new members of the Board of Trustees and identified some strategies for providing orientation and support. He said the Ad Hoc Committee on Board Operations wants to be assured that new members understand the operating principles and expectations that have successfully guided the board as it serves the state university.

Report from the Committee on Finance

Trustee Vitti, chair, reported for the committee.

Trustee Vitti reported the committee heard one information item and one action item. The information item consisted of a status report on the 1999/2000 Support Budget.

Proposed Revision of Title 5 Regulations—Functions of Auxiliary Organizations (RFIN 01-99-01)

Trustee Vitti moved the resolution; there was a second.

Chairman Hauck, in accordance with requirements of the law, declared a public hearing and asked if there was anyone in the audience wishing to comment. There being none, the Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of the California State University, acting under the authority prescribed herein and pursuant to Section 89030.1 of the Education Code, that the board hereby amends its regulations in Article 2 of Subchapter 6, Chapter 1, Division 5 of Title 5 of the California Code of Regulations, as follows:

§42500. Function of Auxiliary Organization.

Auxiliary organizations are formed to provide essential functions which are an integral part of the education mission of a campus and the California State University.

(a) The following functions have been determined by the Board to be appropriate for auxiliary organizations to perform in accordance with applicable policies, rules, and regulations:

- (1) Student Body Organization Programs;
- (2) Bookstores, Food Services, and Campus Services;
- (3) Housing;
- (4) Student Union Programs;

- (5) Supplementary Health Services;
- (6) Loans, Scholarships, Grants-in-Aids, Stipends, and Related Financial Assistance;
- (7) Externally Funded Projects including Research, Workshops, Conferences, and Institutes;
- (8) Instructionally-related Programs; and activities, including Agriculture, Athletics, Radio and Television Stations, Newspapers, Films, Transportation, Printing, and other Instructionally Related Programs and Activities;
- (9) Alumni Programs;
- (10) Gifts, bequests, devises, endowments, trusts, and similar funds;
- (11) Public relations, fundraising, fund management, and similar development programs;
- (12) Acquisition, development, sale, and transfer of real and personal property including financing transactions related to these activities.

(b) Gifts, grants, or other donations received by an auxiliary organization shall be accepted, maintained, and used in accordance with the policies, rules, and regulations of the Board of Trustees.

(c) Auxiliary organizations may ~~not enter into any contract or other business arrangement involving real property, without prior approval of the campus president, and without prior notification and consultation with the Office of the Chancellor.~~ issue debt instruments to finance or refinance projects in connection with their mission upon prior approval of the campus president and pursuant to policies of the Board of Trustees as may be implemented by the Chancellor. For purposes of this section, “debt instruments” means loans, notes, bonds, finance leases, installment purchase or sale agreements, and certificates of participation.

(d) Student loans, scholarships, stipends and grants-in-aid shall only be given to currently admitted students. A record of such financial assistance shall be forwarded on a timely basis to the campus financial aid office and shall be documented on student financial aid recipient records kept in that office. All such financial assistance provided from student body organization funds shall be approved by the campus financial aid office before such funds are expended, and shall not exceed amounts to be provided under Regulations of federal and state financial aid programs, except as provided under section 42403, subdivision (b).

(e) An auxiliary organization shall not engage in a function not listed in subdivision (a) of this section unless an appropriate amendment is made to subdivision (a) by the Board of Trustees, adding said functions of auxiliary organizations, or unless such function is essential to satisfy the corporation laws of the State of California.

Note: Authority cited: Sections 89030 and 89900, Education Code. Reference: Section 89900, Education Code.

RESOLVED, That the Board of Trustees has determined that the adoption of the proposed revisions will not impose a cost or savings on any state agency; will not impose a cost or savings on any local agency or school district that is required to be reimbursed under Section 17561 of the Government Code; will not result in any cost or savings in federal

funding to the state; and will not impose a mandate on local agencies or school districts;
and, be it further

RESOLVED, That the Board of Trustees delegates to the chancellor of The California State University authority to further adopt, amend, or repeal these revisions if the further adoption, amendment, or repeal is required and is nonsubstantial or solely grammatical in nature, or sufficiently related to the original text that the public was adequately placed on notice that the change could result from the originally proposed regulatory action.

Report from the Committee on Campus Planning, Buildings and Grounds

Trustee Razi, chair, reported for the committee.

Trustee Razi reported the committee heard two information items and two action items. The information items were on professional appointments and the state funded Capital Outlay Budget request for 1999/2000.

Certify a Final Environmental Impact Report and Approve the Campus Master Plan Revision for California State University, San Bernardino (RCPBG 01-99-01)

Trustee Razi moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that upon consideration of the information provided in the Final Environmental Impact Report (FEIR) prepared for the California State University, San Bernardino (CSUSB) campus master plan revision, the board finds that:

WHEREAS, The FEIR for the CSUSB campus master plan revision was prepared to address the environmental effects, mitigation measures and project alternatives associated with the approval of the campus master plan revision and all discretionary actions related thereto; and

WHEREAS, The FEIR for the CSUSB campus master plan revision (State Clearinghouse No. 96041050) was prepared pursuant to the California Environmental Quality Act and state CEQA Guidelines; and

WHEREAS, Section 21081 of the Public Resources Code and Section 15091 of the state CEQA Guidelines require that the Board of Trustees makes findings prior to approval of a project (along with statements of facts supporting each finding); and

WHEREAS, This board hereby adopts the findings of fact in Attachment C and related mitigation measures in Attachment D, Agenda Item 3 of the January 26-27, 1999, meeting of the trustees' Committee on Campus Planning, Buildings and Grounds, which identify specific impacts of the proposed project and related mitigation measures and which are hereby incorporated by reference; and

WHEREAS, The findings in Attachment C and the related mitigation measures in Attachment D are hereby incorporated by reference and adopted by this board and said findings include specific overriding considerations which outweigh certain remaining significant impacts; now, be it further

RESOLVED, That the Board of Trustees of the California State University makes the following findings:

1. **Preparation of an Environmental Impact Report**

The FEIR has been prepared to address the environmental impacts, mitigation measures, project alternatives, comments and responses to comments associated with the approval of the CSUSB campus master plan revision pursuant to the requirements of the California Environmental Quality Act (CEQA);

2. **Review and Consideration by the Board of Trustees**

Prior to certification of the FEIR, the Board of Trustees has reviewed and considered the above-mentioned FEIR. The board hereby certifies the FEIR for the CSUSB campus master plan revision as complete and adequate in that the FEIR addresses all environmental impacts of the proposed project and fully complies with the requirements of CEQA and the state CEQA Guidelines. For the purpose of CEQA, the record of the proceedings for the project comprises the following:

- A. The Draft Environmental Impact Report (DEIR) for the CSUSB campus master plan revision;
- B. The FEIR including comments received on the DEIR and responses to comments;
- C. The proceedings before the Board of Trustees relating to the subject project, including testimony and documentary evidence introduced at the meetings; and
- D. All attachments, documents incorporated, and references made in the documents as specified in items (A) through (C) above.

All of the above information is on file with the California State University, Office of the Chancellor, Capital Planning, Design and Construction, 4665 Lampson Avenue, Los Alamitos, California 90720 and at the Office of Physical Planning and Development, California State University, San Bernardino, 5500 University Parkway, San Bernardino, CA 92407-2397; and, be it further

RESOLVED, By the Board of Trustees of The California State University, that the board certifies the FEIR for the CSUSB campus master plan revision; and, be it further

RESOLVED, That the board adopts the findings set forth in Attachment C of this resolution including the identification of other specific agencies which are the proper agencies responsible for specified traffic mitigation measures; and, be it further

RESOLVED, That the mitigation measures identified in the Mitigation Monitoring and Reporting Plan are hereby adopted and shall be monitored and reported in accordance with the Mitigation Monitoring Matrix, incorporated in the Mitigation Monitoring and Reporting Plan which is Attachment D, Agenda Item 3 of the January 26-27, 1999, meeting of the trustees' Committee on Campus Planning, Buildings and Grounds, which meets the requirements of the California Environmental Quality Act (Public Resources Code, Section 21081.6); and, be it further

RESOLVED, That the chancellor or his designee is requested under the Delegation of Authority granted by the Board of Trustees to file the Notice of Determination for the CSUSB campus master plan revision FEIR; and, be it further

RESOLVED, That the CSUSB campus master plan revision, dated January 1999, is approved with the goal of serving a total on-campus enrollment of 20,000 Full Time Equivalent Students (FTES).

Approval of Schematic Plans—California State University, Northridge—Arts, Media, and Communication Building (RCPBG 01-99-02)

Trustee Razi moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that upon consideration of the information provided in the previously approved Final Master Environmental Impact Report (Final MEIR) prepared for the California State University, Northridge master plan revision, the board finds that:

1. The Final MEIR was prepared to specifically include this project and has been previously approved by this Board of Trustees on May 13, 1998, pursuant to the requirements of the California Environmental Quality Act; and
2. Based on the information contained in the previously approved Final MEIR and the mitigation measures identified therein and previously adopted, the proposed project will not have a significant effect on the environment; and
3. Therefore, no additional mitigation measures are necessary, and
4. The project will benefit The California State University; and, be it further

RESOLVED, That the mitigation measures and implementation of the recommended improvements specified in the Final MEIR for the campus master plan relative to the main (academic) campus development projects are hereby adopted as part of this approval of the California State University, Northridge, Arts, Media and Communication Building; and, be it further

RESOLVED, That mitigation measures shall be monitored and reported in accordance with the plan previously approved by the Board of Trustees as Attachment D of Agenda

Item 5, master plan revision and Final MEIR certification, approved on May 13, 1998, which meets the requirements of the California Environmental Quality Act (Public Resources Code, Section 21081.6); and, be it further

RESOLVED, That the chancellor is requested, under Delegation of Authority by the Board of Trustees, to file the Notice of Determination for the California State University, Northridge, Arts, Media, and Communication Building; and, be it further

RESOLVED, That the schematic plans for the California State University, Northridge, Arts, Media, and Communication Building are approved at a project cost of \$16,828,000 at CCCI 3722.

Report from the Committee on Institutional Advancement

In the absence of Trustee Fallgatter, chair, Trustee Gould, vice chair, reported for the committee.

Trustee Gould reported the committee heard two action items and three information items. The information items included the 1997/98 Annual Report of Voluntary Contributions, Special Revenues and Combined Summary; the Annual Report on Special Revenue; and a report on university advancement activities.

1997/98 Annual Report of the Survey of Voluntary Support for the California State University (RIA 01-99-01)

Trustee Gould moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that the board adopts the 1997/98 Annual Report of the Survey of Voluntary Support for the California State University for submission, as required by law, to the California Postsecondary Education Commission, the California Joint Legislative Budget Committee, and the California Department of Finance.

CSU Celebrating Teachers (RIA 01-99-02)

Trustee Gould moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

WHEREAS, The California State University recognizes that the successful education of the people of California is the hope for our future; and

WHEREAS, The California State University is strongly supporting the improvement of K-12 education and the education profession in California; and

WHEREAS, The California State University produces about sixty percent of the K-12 teachers in the state of California; and

WHEREAS, The California State University wishes to honor its alumni throughout the state who have chosen the commendable profession of teaching in K-12 education; and

WHEREAS, One-half of the California Teacher of the Year Award recipients are alumni of the California State University; and

WHEREAS, The California State University wishes to salute the many outstanding CSU alumni-teachers throughout the state who are dedicated to the future of our children and are developing innovative teaching methods; therefore, be it

RESOLVED, By the Board of Trustees of The California State University, that the 1999/2000 school year be dedicated to CSU Celebrating Teachers, honoring and celebrating the alumni of the CSU who educate our children.

Report from the Committee on Governmental Relations

Trustee Otomo-Corgel, chair, reported for the committee.

Adoption of Trustees' Statement of Legislative Principles (RGR 01-99-01)

Trustee Otomo-Corgel moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that the Statement of Legislative Principles included in Agenda Item 1 of the January 26-27, 1999, meeting of the trustees' Committee on Governmental Relations be adopted as amended; and, be it further

RESOLVED, That the chancellor is authorized to take positions on pending legislation on behalf of the Board of Trustees, but in taking such positions, the chancellor shall consult, when practical, with the chair of the Committee on Governmental Relations, the Committee on Governmental Relations, the full board, or the chair of the Board of Trustees; and, be it further

RESOLVED, That the chancellor shall keep the board regularly informed of the positions taken and of such other matters affecting Governmental Relations as is deemed desirable and necessary.

1999-2000 Legislative Report No. 1 (RGR 01-99-02)

Trustee Otomo-Corgel moved the resolution; there was a second.

The Board of Trustees approved the following resolution:

RESOLVED, By the Board of Trustees of The California State University, that the 1999-2000 Legislative Report No. 1 is adopted.

Report from the Committee on Audit

Trustee Wang, chair, reported for the committee.

Trustee Wang reported the committee heard four information items and one committee action item. The information items consisted of a status report on current and follow-up internal audits, a report of the systemwide audit in accordance with generally accepted accounting principles, a single audit report of federal funds, and a report on Year 2000 Compliance.

Trustee Wang said the committee approved the assignments of functions to be audited for 1999 as set forth in the Agenda item.

Report from the Committee on Collective Bargaining

Trustee Stennis, chair, reported for the committee.

Trustee Stennis reported the committee ratified a three-year tentative agreement with the California Faculty Association and also approved initial proposals for bargaining with the California State Employees' Association and the State Employees Trade Council.

Report from the Committee on Educational Policy

In the absence of Trustee Campbell, chair, Trustee Otomo-Corgel, vice chair, reported for the committee.

Trustee Otomo-Corgel reported the committee, in closed session, acted upon honorary degrees, and in open session heard two information items. The information items consisted of reports on community service learning and the implementation of Cornerstones.

Communication and Correspondence

Old Business

New Business

Chairman Hauck reminded the trustees that the Rules of Procedure of the Board of Trustees require that the chairman, at the January meeting, nominate five members to serve on the Committee on Committees for the 1999/2000 term. Chairman Hauck nominated the following trustees: Ralph R. Pesqueira, chair; Martha C. Fallgatter, Bob Foster, Michael D. Stennis, and Anthony M. Vitti. Chairman Hauck said that the election of the committee membership would be at the March meeting.

Public Comments

The board heard comments from Charles F. Goetzel, president, Academic Professionals of California; Terry Jones, president, California Faculty Association; Rich Reed on the Easyread System of Music, Math and Language; and Mette Adams, chair, California State Student Association.

Adjournment

The meeting adjourned at 11:10 a.m.

REPORT OF CHAIRMAN WILLIAM HAUCK
Board of Trustees
The California State University
January 27, 1999

I have just a couple of items today. First, I want to welcome Alumni Trustee Fred Pierce to the board; obviously, listening to his questions, he's done his homework and is already very much a functioning member of the board. I'm glad to have you here, Fred.

Second, just by way of information, as I think all of you know, board members Maridel Moulton and Alice Petrossian were not taken up by the Senate and therefore not confirmed as trustees; and Jim Gray's nomination was withdrawn, along with many others', by Governor Davis, so we do have three vacancies at the moment on our board. That's all I have to report.

REPORT OF CHANCELLOR CHARLES B. REED
Board of Trustees
The California State University
January 27, 1999

I too want to welcome Trustee Fred Pierce. I look forward to working with you and your colleagues in the Alumni Council, which is very, very important to the well-being of the California State University.

I was thinking this morning about last January's meeting, in which you allowed Barry and me to share, although neither one of us actually worked for you at the time. And I wanted to share with this board how supportive and how helpful to me Barry has been this past year. In every case that I have called on Barry to help me and help the CSU, he has really gone way beyond the call of duty. So if you see Barry, or talk to him, thank him for his continued support of the California State University. He also worked very hard on the governor's transition and I know that we were well-represented in that political process also. And a lot of people don't know how hard that work is, and Barry took six or eight weeks there in which he did some very heavy lifting to help the new administration get under way.

I would like to remind the board and the presidents: California State University is honored to host Secretary of Education Dick Riley who, on February 16 at Long Beach State at the Pyramid, will deliver the State of American Education address. You have probably already received your invitation. Then, later that afternoon, Secretary Riley and several others—including California Secretary of Education Hart—will spend two or three hours in the afternoon focusing on teacher preparation nationally and in California. As you know, that continues to be one of our top priorities.

We continue the development work with the British Open University and the CalStateTEACH program. Presidents Peter Smith and John Welty co-chair the committee. Our faculty continue to work hard on the development of the curriculum. We have identified the regional centers that will be in operation beginning this summer. We plan to start this program, if it is successful, with approximately a thousand emergency certified teachers, and we hope to complete all of our negotiations with the Open University by the end of February. Sir John Daniel and I remain in close communications and it has been a "trust me" relationship so far these past six months. Now we're working with the attorneys but we're almost to the end.

In today's *LA Times* Education section there is a major piece about the need in California for new teachers. They estimated in the column that California will need approximately 27,000 new teachers annually for the next ten years. That tracks with our numbers. We are estimating 250,000 to 300,000 net new teachers in the next ten years. As a part of this university's effort, we have launched a \$2 million recruiting effort, called CalTeach, which should be hitting the airwaves; and we will be interested in whether you see this or not. We have purchased on the cable stations approximately \$2 million worth of airtime in the next few months. I'd like to take 30 seconds to show you what this ad looks like. There's also material available for you to read.
(The CalTeach spot is shown.)

EXHIBIT B
Full Board Minutes
January 27, 1999

We are pleased with the number of hits on the web site and calls to the 1-888 number. We believe that we have directed to our institutions approximately 1,800 individuals who indicated that they want to become teachers. Gary Hart, since our last board meeting, has joined the new administration as the new Secretary of Education. Again, Barry, I think, had a lot to do with that. And that should assist us and help our efforts in improving the public schools and preparing teachers.

Yesterday you heard a report by Richard West about the Governor's Budget. I will be committing a major part of my time now for the next three or four months to be in Sacramento with Richard. Our budget is about \$120 million short of what we had asked for, and so we are going to be working on that part of the budget over the next several months.

I am continuing my campus visits. I will be making Round Two, and in some places Round Three; I'm looking forward to doing that. I will be joining the governor and his group visiting Mexico next week and spending three days there. Chairman Hauck invited me last week to address the Business Roundtable. Business Roundtable has established a new committee on reforming K-12 education. It is very consistent with the goals of the California State University but focused on accountability, accountability measures, and achieving the standards that have been set by the State Board of Education. I really want us to do everything we can to support the efforts of the Roundtable and the business men and women who have created it. Bill Hauck may want to say a little bit more about this new group to focus business' attention on education in California.

The other thing is, in June the California State University will be hosting here in Southern California the National Business-Higher Education Forum made up of the Fortune 100 CEOs and chancellors and presidents of the major institutions throughout the United States. We will be getting invitations to you for that meeting.

President Bob Corrigan mentioned it this morning, but I want to make sure you realize how well California is represented in the national effort to improve reading and mathematics. Bob has been on the America Reads and the America Counts steering committee of university presidents for a long time, but President Rosser and President Suzuki also have been appointed by the Vice President of the United States to serve. And it's a very worthy national project that they'll give direction to.

I also just want to share and congratulate Chuck Lindahl who has been chosen to receive Emporia State University's Distinguished Alumni Award. The alumni award will be presented to him this spring. Thank you for your leadership and congratulations on that recognition.

I have been here approximately a year. I've been here longer than a year but you've been paying me at least for ten months. And I have been trying to get to know all the folks that are working here and their roles and how our organization works. Today I'd like to announce that I'm going to be changing a few titles. I have been told I did not need to get board approval because it's a title change. But, I would like to make the titles fit the way I have been working. And that is, I'd like to change Dave Spence's title slightly to the Executive Vice Chancellor and Chief Academic Officer of California State University. And I would also like to change Richard West's title to Executive Vice Chancellor and Chief Financial Officer of California State University. These modifications reflect the way that I have been operating and I thought it was only fair that the titles should match. The other reporting relationships will remain the same.

EXHIBIT B
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The other thing that I'd like to do now is to ask Bob Maxson to come up and join us. Last weekend the Long Beach *Press-Telegram* had a color section featuring CSULB. This is the 50th anniversary of Long Beach State, so the 49ers have become 50 this year. And this week, on Friday, out at Long Beach State, they will be celebrating Founder's Day to celebrate the 50th anniversary and kick off a year of celebration of fifty years at Long Beach State. And so I would like to congratulate Bob Maxson for his leadership and commend Long Beach State for going from being a 49er to a 50-year university. (Chancellor Reed presents proclamation to President Maxson.)

Mr. Chairman, that completes my report.

BRIEF

Action Item

Agenda Item 1
March 16-17, 1999

BOARD OF TRUSTEES

Election of Five Members to Serve on Committee on Committees for 1999/2000

Presentation By

William Hauck
Chairman of the Board

Summary

At the January meeting of the Board of Trustees, Chairman Hauck nominated Trustee Pesqueira as chair and Trustees Fallgatter, Foster, Stennis, and Vitti as members to serve on the Committee on Committees for 1999/2000.

Recommended Action

Approval of the resolution.

ITEM

2
Agenda Item 1
March 16-17, 1999

BOARD OF TRUSTEES

Election of Five Members to Serve on Committee on Committees for 1999/2000

The following resolution is recommended for approval:

RESOLVED, By the Board of Trustees of The California State University, that the following trustees are elected to constitute the board's Committee on Committees for the 1999/2000 term:

Ralph R. Pesqueira, chair
Martha C. Fallgatter
Bob Foster
Michael D. Stennis
Anthony M. Vitti

BRIEF

Action Item

Agenda Item 2
March 16-17, 1999

BOARD OF TRUSTEES

Reappointment of Ad Hoc Committee on Board Operations

Presentation By

William Hauck, Chairman
Board of Trustees

Summary

In March 1998 the Board confirmed the appointment of the ad hoc committee. In accordance with the Trustees' Rules of Procedures, Article VI, Section 6, this item will renew the appointment of the Ad Hoc Committee on Board Operations.

Recommended Action

Approval of the resolution.

ITEM

2

Agenda Item 2

March 16-17, 1999

BOARD OF TRUSTEES

Reappointment of Ad Hoc Committee on Board Operations

RESOLVED, By the Board of Trustees of The California State University, that the Ad Hoc Committee on Board Operations be renewed. The membership of this committee consists of the current and past board chairs and the chancellor. The immediate past board chair will serve as the chair of the ad hoc committee. The committee shall consist of:

Martha C. Fallgatter, Chair
William D. Campbell
William Hauck, Chairman of the Board
Charles R. Reed, Chancellor
Anthony M. Vitti