

OFFICIAL MINUTES
UNIVERSITY OF SOUTHERN INDIANA
BOARD OF TRUSTEES

July 2, 1986

MINUTES

UNIVERSITY OF SOUTHERN INDIANA BOARD OF TRUSTEES

July 2, 1986

The University of Southern Indiana Board of Trustees met in annual and regular sessions in New Harmony, Indiana. Present were Trustees Robert Boyer, William Brooks, Jr., Percy Clark, Jr., Robert Fair, John Pruis, Carole Rust, and George Weathersby; and Honorary Trustee Al Woll. Also attending were President David Rice, Vice Presidents Donald Bennett, Robert Reid, Sherrienne Standley, and Byron Wright; and Faculty Council Chairman Ed Marting, Chairman-elect Charles Price, Division of Education chairman Charles Bertram, Division of Business chairman Kenneth Settle, and Director of the Evansville Graduate Studies Center Sandra Singer.

There being a quorum present, Mr. Fair called the meeting to order at 10:05 a.m.

SECTION I - GENERAL AND ACADEMIC MATTERS

A. ANNUAL MEETING OF THE BOARD, 1986-87

Ms. Rust, Secretary of the Board, read the minutes of the 1985-86 annual meeting. The minutes of the 1985-86 annual meeting were approved as read.

Dr. Pruis, chairman of the nominating committee, whose other members were Mr. Brooks and Dr. Clark, read a statement pertaining to leadership the Board of Trustees and continuity and change. Dr. Pruis made a motion to put the statement in the minutes of each annual meeting of the Board of Trustees, and Dr. Weathersby seconded the motion. The motion passed unanimously. The statement follows:

It is the sense of the nominating committee that the leadership of the officers of the Board of Trustees should be balanced between the elements of continuity and change—continuity to provide a kind of stability in the officership of the Board; change to take advantage of the talents of the several members of the Board.

To that end, without establishing maximum terms of office for any officer position of the Board, it is recommended that, at each annual election of officers, the Board consciously consider the values both of continuity and change for each officer position and of the development of new leadership among the Board and the university officers.

Dr. Pruis nominated the following slate of officers for the 1986-87 year. The nominations were seconded by Mr. Boyer.

Robert Fair, Chairman
Joseph O'Daniel, Vice Chairman
Carole Rust, Secretary

Mr. Fair called for additional nominations from the Board. There being none, nominations were closed and the slate of officers was elected unanimously.

On a motion by Mr. O'Daniel, seconded by Dr. Weathersby, Byron Wright was appointed Treasurer and Sherrienne Standley was appointed Assistant Secretary.

There being no other business, the annual meeting of the University of Southern Indiana Board of Trustees was adjourned at 10:20 a.m.

B. MINUTES OF MAY 9, 1986, MEETING

The minutes of the May 9, 1986, meeting were approved with a correction to the easement contained in Exhibit I-A .

C. ESTABLISHMENT OF NEXT MEETING DATE, TIME, LOCATION

The next regular meeting of the Board of Trustees will be Thursday, September 4, 1986, at 1:00 p.m., on campus.

The Long-Range Planning Committee and the Finance Committee will meet at 10:00 a.m., September 4, 1986, on campus.

D. PRESIDENT'S REPORT

Dr. Rice thanked Dr. Ed Marting, Faculty Council Chairman, for his service to the university this past year and introduced Dr. Charles Price, Faculty Council Chairman-elect, to the Board of Trustees.

Dr. Rice announced that Historic New Harmony, Inc., Southern Indiana Higher Education, Inc., the University of Southern Indiana Foundation, and the University of Southern Indiana Board of Trustees participated in a dedication of the Labyrinth Memorial to Mrs. Bertha Crosley Ball on July 1. Following the ceremony, there was a crafts exhibit at the Atheneum, a reception at the New Harmony Gallery of Contemporary Art, and a dinner and program at Thrall's Opera House with Karlos Moser, professor of opera at the University of Wisconsin, performing. Prior honorary degree recipients attending were presented with new USI degrees.

Dr. Rice introduced Dr. Sandra Singer as the new director of the Graduate Studies Center.

E. OTHER BUSINESS

Dr. Pruis thanked the University staff for preparing the University of Southern Indiana Annual Report which was distributed with a letter from Mr. Fair to all members of the Indiana General Assembly. Mr. Fair expressed the appreciation of the Board to Dr. Ed Marting for his service as Faculty Council Chairman this year. He also thanked Ms. Rust for her help in providing the entertainment for the July 1 celebration.

F. RESOLUTION TO ACCEPT HISTORIC NEW HARMONY REAL ESTATE

Various questions were asked by the Board about the financial aspects of the New Harmony real estate transfer. Mr. Brooks asked Mr. Wright to prepare a list of all encumbrances pertaining to the gifts of property. Mr. Wright was asked to prepare detailed information about each property to distribute to the Board and to share with Chairman Fair. The Board asked Mr. Fair to see that all their questions were answered before executing an agreement.

Dr. Clark asked the Board to prepare a one-page perspective on the future of New Harmony and the University of Southern Indiana.

On a motion by Mr. O'Daniel, seconded by Dr. Weathersby, the following resolution was approved.

WHEREAS, Historic New Harmony, Inc., a not-for-profit corporation organized under the laws of Indiana, wishes to transfer certain real estate and personal property owned by Historic New Harmony, Inc., located in and around New Harmony, Indiana to the University of Southern Indiana to enable the University of Southern Indiana to carry on educational and historical activities in New Harmony, Indiana;

WHEREAS, Indiana Code 20-12-4-1 grants to the trustees the power to enter into agreements to acquire land and personal property by gift for the maintenance, use or benefit of the University of Southern Indiana, or to be administered for other public, charitable purposes, for the benefit of or use of students.

BE IT RESOLVED, That the University of Southern Indiana Board of Trustees agrees to accept the transfer of these properties, in fee simple, as a gift; and

BE IT FURTHER RESOLVED, That the Chairman of the Board of Trustees is authorized to enter into an agreement with Historic New Harmony, Inc. for the transfer of these properties.

G. ARCHITECT SELECTION COMMITTEE - GENERAL PURPOSE CLASSROOM BUILDING

Approvals have been received from the Commission for Higher Education and the State Budget Agency for the request of \$60,000 from the Higher Education Academic Facilities Planning Fund for the planning of the General Purpose Classroom Building.

Interviews with selected architectural firms are scheduled for July 8 and 9, 1986. Since it is important that preliminary plans are drawn and cost estimates made as soon as possible, it is recommended that the Chairman of the Board of Trustees appoint a committee to interview the architectural firms, and to select and approve an architectural firm to plan for the General Purpose Classroom Building.

On a motion by Dr. Weathersby, seconded by Mr. Boyer, the appointment of Mr. Brooks, Mr. O'Daniel, and Mr. Williams to the Architect Selection Committee was approved, and the Treasurer was authorized to sign the necessary contracts.

H. NEW PROGRAMS

1. Master of Business Administration (M.B.A.)

A Master of Business Administration (M.B.A.) degree is proposed for implementation in the Fall Semester 1987. Designed for employed professionals, this program is one in the basic menu of programs endorsed by the Indiana Commission for Higher Education. The M.B.A. program builds on the strong foundation of USI's Division of Business; it will enable area residents to pursue graduate level course work in business from a locally based, public university. The program will be offered in cooperation with member institutions of the Evansville Graduate Center.

The program has been approved by the Academic Planning Council, the Graduate Council, and the Vice President for Academic Affairs. A description of the proposed program is found in Exhibit I-A.

2. Master of Science in Education (M.S. in Ed.)

A Master of Science in Education (M.S. in Ed.) program is proposed by the Division of Education for implementation in the Fall Semester 1987. The program will extend the highly regarded undergraduate education program which has developed a strong relationship with school corporations throughout southern Indiana.

This is a basic menu program which will emphasize close articulation between graduate study and on-site classroom experience. Faculty who are locally based and accessible will provide support for students pursuing advanced study and serve as an important resource to southern Indiana school corporations. The program, designed to meet the needs of employed professionals, will be offered in cooperation with member institutions of the Evansville Graduate Studies Center.

The program has the approval of the Academic Planning Council, the Graduate Council, and the Vice President for Academic Affairs. A description of the proposed program is found in Exhibit I-B.

On a motion by Ms. Rust, seconded by Dr. Clark, the Master of Business Administration (M.B.A.) program and the Master of Science in Education (M.S. in Ed.) program were approved.

I. RESOLUTION TO ACCEPT GIFT OF PROPERTY

On a motion by Mr. O'Daniel, seconded by Mr. Brooks, the following resolution was approved.

WHEREAS, The University of Southern Indiana Board of Trustees is advised that Southern Indiana Higher Education, Inc. plans to purchase housing units adjacent to the campus of the University of Southern Indiana;

WHEREAS, financing for said project has been arranged by the Southern Indiana Higher Education, Inc., and neither this Board nor the State of Indiana nor any other public body or agency of the State of Indiana will be obligated, directly or indirectly, for repayment of the indebtedness to be incurred for such financing; and

WHEREAS, Southern Indiana Higher Education, Inc. has requested that the University of Southern Indiana agree now to accept in the future a gift of the real estate upon which said housing units are to be located and to become a part at the time when the debt required to purchase said housing units has been fully paid; therefore

BE IT RESOLVED, That Southern Indiana Higher Education, Inc. has offered to give said real estate, or to cause it to be given through a subsidiary or affiliated organization, to the University of Southern Indiana Board of Trustees, when the same is free and clear of debt, said real estate being a tract of land located in Vanderburgh County, State of Indiana, more particularly described to-wit:

PARCEL I: The Southwest quarter of the Southeast quarter of the Southwest quarter of Section Twenty-nine (29), Township Six (6) South, Range Eleven (11) West.

Except therefrom Seventy-five (75) feet off the South end.

PARCEL III: The Southeast quarter of the Southeast quarter of the Southwest quarter of Section Twenty-nine (29), Township Six (6) South, Range Eleven (11) West.

and being adjacent to the University of Southern Indiana campus, and it appears that the acceptance of said gift of land and the facilities located thereon, free and clear of debt, will serve the best interests of the University of Southern Indiana and its students;

BE IT FURTHER RESOLVED, That the University of Southern Indiana Board of Trustees agrees to accept the transfer to it, in fee simple, as a gift, the above described tract of land consisting of 20 acres, more or less, located in Vanderburgh County, State of Indiana, and the improvements located thereon at the time when said land and improvements are entirely free and clear of all liens securing indebtedness and all other liens and encumbrances of every nature;

J. RESOLUTION FOR GRANTS AND CONTRACTS

On a motion by Dr. Weathersby, seconded by Dr. Pruis, the following resolution relating to grants and contracts was approved.

Be It Resolved, that the President of the University or his designee be authorized to accept and approve all grant contracts with the exception of those grants requiring direct approval of the Board of Trustees.

Be It Resolved, that the Treasurer shall report each grant received as a budget appropriation in SECTION II of the agenda.

SECTION II - FINANCIAL MATTERS

A. LEGISLATIVE CAPITAL REQUEST, 1987-89

The 1987-89 biennial legislative capital request to be submitted to the Commission for Higher Education and the State Budget Agency on August 1, 1986, is presented in Exhibit II-A.

On a motion by Dr. Clark (or RB), seconded by Dr. Pruis, the Legislative Capital request as presented in Exhibit II-A was approved.

B. LEGISLATIVE OPERATING APPROPRIATION REQUESTS, 1987-89

The 1987-89 biennial legislative operating appropriation request, for operating expenditures and fee replacement to be submitted to the Commission for Higher Education and the State Budget Agency on September 1, 1986, is presented in summary form in Exhibit II-B.

On a motion by Dr. Pruis, seconded by Mr. O'Daniel, the Legislative Operating request as presented in Exhibit II-B was approved.

C. HISTORIC NEW HARMONY OPERATING BUDGET - 1986-87

On a motion by Dr. Weathersby, seconded by Dr. Pruis, the following operating budget for 1986-87 fiscal year for Historic New Harmony was approved.

	OPERATING	GALLERY	TOURS	LAUNDRY	TOTAL
Gifts and Grants	\$430,000	\$34,000			\$464,000
Sales and Service		25,000	61,600		86,600
Rental Income	35,000			2,400	37,400
Other Income	<u>13,000</u>	<u>10,000</u>	<u> </u>	<u> </u>	<u>23,000</u>
Total Revenue	478,000	69,000	61,600	2,400	611,000
Transfers From	<u>21,800</u>	<u>12,460</u>	<u> </u>	<u> </u>	<u>34,260</u>
Total Available	\$499,800	\$81,460	\$61,600	\$2,400	\$645,260
EXPENDITURES					
Personal Services	\$129,500	\$31,710	\$36,000		\$197,210
Supplies and Expenses	219,900	49,550	5,600	600	275,650
Repairs and Maintenance	54,000	200			54,200
Capital Outlay	<u>12,460</u>	<u> </u>	<u>20,000</u>	<u>1,800</u>	<u>34,260</u>
Total Appropriation	\$499,800	\$81,460	\$61,600	\$2,400	\$645,260

D. GRADUATE CENTER OPERATING BUDGET - 1986-87

On a motion by Dr. Weathersby, seconded by Ms. Rust, the following operating budget for 1986-87 fiscal year for the Graduate Center was approved.

Personal Services	\$65,053
Supplies & Expenses	34,780
Repairs & Maintenance	<u>3,300</u>
	\$103,133

E. BUDGET APPROPRIATIONS AND ADJUSTMENTS

The following appropriations and adjustments to budgets were approved, on a motion by Dr. Weathersby, and seconded by Ms. Rust.

From: Unappropriated Restricted Funds:

To: College Work-Study	5-45004	\$81,110
To: Supplemental EOG	5-45002	\$68,943
	5-45003	
To: New Harmony Art Gallery	3-30910	\$19,000
To: Computer Literacy Center	5-45895	\$7,739

F. INTERIM FINANCING OF LIBRARY/FORUM PROJECT

The following resolution was prepared by board counsel to authorize the refinancing of interim debt. Exhibit II-C outlines the lender and condition of the agreement. On a motion by Dr. Weathersby, seconded by Mr. Brooks, the following resolution and Exhibit II-C were approved.

WHEREAS, the University of Southern Indiana ("University") has previously assumed the liability of Indiana State University Board of Trustees for a \$1,100,000 promissory note dated August 4, 1984, issued pursuant to Indiana Code 20-12-6 and payable to The Merchants National Bank of Terre Haute, for the financing of a building facility known as the Library/Forum Project on its campus in Vanderburgh County, Indiana; and

WHEREAS, the University has made prepayments on the promissory note in the amount of \$325,000, thus reducing the outstanding balance to \$775,000; and

WHEREAS, the said Treasurer has presented to this Board a proposal for refinancing said note, the terms of which (i.e., maturity, repayment schedule, redemption features, interest rates and other costs and features) are attached hereto as Exhibit II-C; and

WHEREAS, this Board desires to authorize the Treasurer to enter into an agreement pursuant to the terms set forth in Exhibit II-C hereto prior to July 31, 1986, to refinance said note;

NOW, THEREFORE, BE IT RESOLVED by this Board as follows:

1. The Chairman, Vice Chairman, and Treasurer of this Board, or any of them, are hereby authorized to execute and deliver and the Secretary and Assistant Secretary of the Board or either of them, are hereby authorized to attest to the signature of the foregoing on a loan agreement between the University and the banking institution described in Exhibit II-C hereto incorporating the terms of agreement approved by this Board as described in Exhibit II-C hereto or such other terms which, in the judgement of the officer executing the same, are more beneficial to the University than those described in Exhibit II-C.

2. The Chairman, Vice Chairman, and Treasurer of this Board, or any of them, are hereby authorized to execute and deliver a promissory note to the bank identified in Exhibit II-C hereto evidencing the indebtedness incurred pursuant to the Loan Agreement described in paragraph one above.

3. The Chairman, Vice Chairman, Treasurer, Secretary, and Assistant Secretary of this Board, or any of them, are hereby authorized to execute and deliver any other certificates, agreements, or other documents necessary to consummate the transaction as described in paragraphs one and two above.

SECTION III - PERSONNEL MATTERS

On a motion by Dr. Weathersby, seconded by Ms. Rust, the item in this section was approved.

A. FACULTY

1. Leave of Absence Without Pay, for the 1986-87 Academic Year

Abbas Foroughi, Assistant Professor of Business; Leave of Absence Without Pay for the 1986-87 academic year; effective August 25, 1986.

There being no further business, the meeting was adjourned at 12:30 p.m.

Respectfully submitted,



Carole Rust, Secretary

MASTER OF BUSINESS ADMINISTRATION

This program is designed to accommodate the employed part-time student who seeks a professional degree which prepares graduates for managerial responsibility in both profit-seeking and non-profit seeking business firms and government agencies. The structure and content of the curriculum is designed for students whose undergraduate preparation is in nonbusiness areas as well as for students with undergraduate degrees in business.

To accommodate the work schedule constraints of employed part-time students, all classes will be scheduled in the evening and on Saturdays; additional time flexibility will be achieved by the availability and acceptance of graduate business courses delivered to the USI campus by Ball State University on a closed-circuit, interactive television network. Also, where appropriate the expertise of USI business and economics faculty members will be augmented by the delivery of contracted instructional services by other public and private institutions. Multiple-sourcing of instructional resources will provide improved utilization of the strengths of participating institutions, avoid duplication of effort, and contribute substantively to geographic and financial access to a professionally accredited, public MBA degree program.

The curricular content, structure, and requirements of the MBA program reflect the philosophy and standards of the Accreditation Council of the American Assembly of Collegiate Schools of Business. The program typically requires completion of 36 credit hours for candidates who have completed prior business and economics coursework. The curriculum can generally be completed on a part-time basis in three years.

The MBA curriculum is divided into three sections:

1. COMMON BODY OF KNOWLEDGE—Eight courses (0-24 hours) required of candidates without prior undergraduate courses in business: Financial and Managerial Accounting, Survey of Economic Theory, Statistical Analysis, Management and Organizational Behavior, Financial Management, Marketing Management, Production Management, and Legal Aspects of Business.
2. CAPSTONE INTEGRATION COURSES—Four courses (12 hours) required of all MBA candidates: Introduction to Management Information Systems, Quantitative Business Analysis, Management of International Operations, and Administrative Policy.
3. ELECTIVE CONCENTRATION COURSES—A variety of courses can be selected to provide the candidate an individual course of study to best meet his or her educational and career objectives.

Four new faculty positions (two in 1987-88 and two in 1988-89) will be needed to implement the program in 1987-88. A cadre of nine USI business and economics faculty members have taught graduate business courses in the Master of Public Administration and MBA programs offered by Indiana State University.

The curricular content, structure, and requirements of the MBA program reflect the philosophy and standards of the Accreditation Council of the American Assembly of Collegiate Schools of Business. The program typically requires completion of 36 credit hours for candidates who have completed prior business and economics coursework. The curriculum can generally be completed on a part-time basis in three years.

6/23/86

UNIVERSITY OF SOUTHERN INDIANA
 MASTER OF BUSINESS ADMINISTRATION
 PRELIMINARY BUDGET PROJECTION

BUDGET CATEGORY -----	1987/88 -----	1988/89 -----	1989/90 -----
PERSONNEL (FTE)	2 97600	3 146400	4 195200
OFFICE SUPPLIES	1600	3200	3200
OTHER	400	800	800
LIBRARY ACQUISITIONS	3000	300	300
CAPITAL	0	0	0
TOTAL DIRECT COST	----- 102600	----- 150700	----- 199500
INDIRECT COSTS	----- 104672	----- 153744	----- 203530
FULL COSTS	=====	=====	=====
ENROLLMENT DATA	15	20	25
COST PER FTE STUDENT	13818	15222	16121
FUNDING PROJECTION -----			
STUDENT FEES CONTINGENT	17640	23520	29400
STUDENT FEES NON-RESIDENT	----- 0	----- 0	----- 0
TOTAL STUDENT FEES	----- 17640	----- 23520	----- 29400
CAMPUS REALLOCATION INDIRECT COSTS	104672	153744	203530
NEW STATE FUNDS START UP	3000	300	300
ENROLLMENT CHANGE FUNDING	0	7830	31320
PERMANENT AUGMENTATION	81960	119050	138480
TOTAL STATE FUNDING	----- 84960	----- 127180	----- 170100
TOTAL FUNDING	=====	=====	=====
PERMANENT AUGMENTATION PER FTE STUDENT	5464	5952	5539

MASTER OF SCIENCE IN EDUCATION

The Master of Science in Education degree program is designed to meet the need of professional educators who are employed in Southern Indiana. It will provide one option for teachers to renew their teacher's license as now required by the State of Indiana. Certification Renewal Units (CRUs), which came into effect September 1, 1985, provide an additional means for in-service teachers to maintain and improve their professional capabilities. A formula is utilized to equate graduate credits to CRUs.

The University of Southern Indiana has the physical facilities to offer this program. Several faculty members have taught graduate level courses required for the program. These and other faculty members have the educational background and necessary experiences to teach all required courses. It will be necessary to add the equivalent of two full-time faculty positions and secure additional library acquisitions. The program is built upon a recognized quality undergraduate teacher education program which has received local, state, and national accolades. A strong relationship with good lines of communication exists with school corporations in Southern Indiana. Many inquiries have been received from prospective students regarding a master's program in education which would be based at a public university in a major metropolitan area in Southwestern Indiana.

The program is planned for implementation in the 1987 Fall Semester. It is designed to meet the licensing requirements of the State Department of Education and the accrediting standards of the National Council for Accreditation of Teacher Education.

All students will be required to take course work in the following categories:

1. Basic core courses in research, social, and historical foundations, theories of human development and growth, and measurement.
2. Coursework in major, minor, and/or endorsement areas.
3. Related studies or electives to satisfy special interests in a subject area or to further general and/or professional education.
4. Computer-based and other technologically oriented instructional techniques.

Majors will be available in:

- | | |
|-------------------------|----------|
| 1. Elementary Education | 33 hours |
| 2. Secondary Education | 33 hours |

The program will enable the University of Southern Indiana to provide a balanced and complete array of courses and degrees for prospective and in-service teachers in Southern Indiana.

6/23/86

UNIVERSITY OF SOUTHERN INDIANA
 MASTER OF SCIENCE IN EDUCATION
 PRELIMINARY BUDGET PROJECTION

BUDGET CATEGORY	1987/88	1988/89	1989/90
PERSONNEL (FTE)	1 48800	2 97600	2 97600
CLERICAL SUPPORT	1 15000	1 15000	1 15000
STUDENT HELP (FTE)	2 8400	4 16800	4 16800
OFFICE SUPPLIES	800	1600	1600
OTHER	400	1000	1000
LIBRARY ACQUISITIONS	3000	2400	400
CAPITAL	9600	7400	5300
TOTAL DIRECT COST	86000	141800	137700
INDIRECT COSTS	87737	144664	140481
FULL COSTS	173737	286464	278181
ENROLLMENT DATA	20	40	80
COST PER FTE STUDENT	8686	7161	3477
FUNDING PROJECTION			
STUDENT FEES CONTINGENT	18816	37632	75264
STUDENT FEES NON-RESIDENT	11040	22080	44160
TOTAL STUDENT FEES	29856	59712	119424
CAMPUS REALLOCATION INDIRECT COSTS	87737	144664	140481
NEW STATE FUNDS START UP	12600	9800	5700
ENROLLMENT CHANGE FUNDING	0	31320	93960
PERMANENT AUGMENTATION	43544	40968	-81384
TOTAL STATE FUNDING	56144	82088	18276
TOTAL FUNDING	173737	286464	278181
PERMANENT AUGMENTATION PER FTE STUDENT	2177	1024	-1017

UNIVERSITY OF SOUTHERN INDIANA
CAPITAL IMPROVEMENT
BUDGET REQUEST
1987-89

Submitted to the
Commission for Higher Education
and the
State Budget Agency
State of Indiana

August 1, 1986

SCHEDULE A

SUMMARY OF CAPITAL BUDGET REQUEST FOR 1987-89

<u>Capital Budget Item</u>	<u>Number</u>	<u>Institutional Priority Ranking</u>	<u>Total Budget Request</u>	<u>Funding Source</u>	
				<u>State Cost</u>	<u>Non-State Cost</u>
I. <u>General R & R</u>					
Five projects			\$ 365,000	\$ 365,000	
II. <u>Major R & R</u>					
University Center Renovation	G-0-87-2-02	2	150,000		\$150,000
III. <u>New Construction</u>					
Classroom Building and Renovation of Existing Space to Four Science Laboratories	G-0-87-1-01-P	1	7,800,000	7,800,000	
IV. <u>Acquisition</u>					
None					
V. <u>Major Equipment</u>					
None					
VI. <u>Other</u>					
None					
VII. <u>Grand Total</u>			<u>\$8,315,000</u>	<u>\$8,165,000</u>	<u>\$150,000</u>

UNIVERSITY OF SOUTHERN INDIANA

SCHEDULE B

CAPITAL IMPROVEMENT PROJECT REPORT - 1987-89

<u>Project Title</u>	<u>Budget Agency Number</u>	<u>Project Size (GSF)</u>	<u>Total Project Cost</u>	<u>State Appropriation</u>	<u>Bonding Authority</u>	<u>Gifts/Grants</u>	<u>Lease/Purchase</u>	<u>Other Funds</u>
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PART I: PROJECTS COMPLETED DURING 1985-87 BIENNIUM

I. General R & R

Two Repair and Rehabilitation Projects

C-2-84-2-

\$50,500

Energy Conservation Projects

C-2-84-2-07

\$200,291

PART II: PROJECTS IN PROGRESS AT BEGINNING OF 1987-89 BIENNIUM

NONE

PART III: PREVIOUSLY AUTHORIZED PROJECTS YET TO BE SUBMITTED FOR APPROVAL

I. General R & R

Two R & R Projects

\$58,478

UNIVERSITY OF SOUTHERN INDIANA

SCHEDULE C

TEN YEAR CAPITAL IMPROVEMENT PLAN (BUILDINGS)

	Near Term 1987-89		Medium Term 1989-93		Long Term 1993-97		
	Projected State Amount	Funding Other Source	Space Change A.S.F.	State % of Funding	Space Change A.S.F.	State % of Funding	Space Change A.S.F.
I. <u>Major R & R</u>							
1. University Center Renovation		\$150,000	NA				
2. Computerized HVAC System Control				100	NA		
II. <u>New Construction</u>							
1. Classroom Building & Renovation of existing space to four science laboratories	\$7,800,000		39,474				
2. University Center Addition				0	18,000		
3. Chiller & Cooling Tower				100	NA		
4. University Auditorium				50	20,000		
5. Entrance Road				100	NA		
6. Computer Center Facility						100	15,000
7. Central Stores Facility						100	12,000
8. Health Profession Building						100	40,000
V. <u>Terminate</u>							
1. Science Classroom Annex					(5,184)		
2. Reversion of Assignable Space to corridor					(1,544)		
3. Children's Center							(1,766)
4. University Theater							(5,200)
5. Medical Education Center							(5,809)
6. Art Studio							(3,681)
TOTALS	<u>\$7,800,000</u>	<u>\$150,000</u>	<u>39,474</u>		<u>31,272</u>		<u>50,544</u>

UNIVERSITY OF SOUTHERN INDIANA

SCHEDULE E

DISPOSITION OF 1985-87 PLANNED PROJECTS APPEARING IN THE 1985-87 TEN YEAR CAPITAL PLAN

<u>1985-87 PROJECTS</u>	PROPOSED FUNDING			<u>Disposition</u>
	<u>Project State Amount</u>	<u>Other Funding</u>	<u>Space Change</u>	
<u>Buildings</u>				
1. Re-roof Science Center Building	\$260,000			Not Funded
2. Technology Labs	115,000			Not Funded
3. Campus Improvement	250,000			Not Funded

UNIVERSITY OF SOUTHERN INDIANA

SCHEDULE F

EXPECTED UTILIZATION OF 1987-89
GENERAL REPAIR AND REHABILITATION FUNDING

	<u>Expected Biennial Expenditure</u>	<u>Explanation of Multi-Biennium Projects</u>
A. Roof Replacement	\$165,000	N/A
B. Code Corrections	----	
C. Interior Renovation	100,000	N/A
D. Exterior Renovation	100,000	N/A
E. Infrastructure Improvements	----	
F. Terminations	----	
G. Major Renovations	----	
H. Other	----	
TOTAL REQUESTED	\$365,000	

UNIVERSITY OF SOUTHERN INDIANA

OPERATING BUDGET REQUEST

1987-89

SUMMARY SCHEDULES

Submitted to the
Commission for Higher Education
and the
State Budget Agency

September 1, 1986

SUMMARY I
SUMMARY OF 1987-89 OPERATING REQUEST
for
UNIVERSITY OF SOUTHERN INDIANA

	1986-87 BUDGET TOTAL	1987-88 REQUEST			1988-89 REQUEST			TOTAL BIENNIUM
		CHANGE	%	TOTAL	CHANGE	%	TOTAL	
TOTAL EDUCATIONAL SERVICE BUDGET	12,084,291	2,592,885	21.5%	14,677,176	1,488,922	10.1%	16,166,098	30,843,274
EXPENDITURE BUDGET CHANGES								
1. PRICE INFLATION								
A. Personal Services		474,160			502,317			1,450,637
B. General Supplies and Expense		238,873			203,158			680,904
SUBTOTAL		713,033			705,475			2,131,541
2. ACTIVITY LEVEL CHANGE								
A. Enrollment Change		0			0			0
3. QUALITY IMPROVEMENTS		1,139,983			566,173			2,846,139
4. PROGRAM CHANGE		389,096			102,944			881,136
5. STUDENT ASSISTANCE		17,909			18,804			54,622
6. EXPENDITURE ADJUSTMENTS								
A. Prior Enrollments		162,864			95,526			421,254
B. Prior Insurance Costs		170,000						340,000
SUBTOTAL		1,879,852			783,447			4,543,151
TOTAL EXPENDITURE BUDGET CHANGE		2,592,885			1,488,922			6,674,692
INCOME BUDGET								
1. STUDENT FEES - RATE CHANGE	3,273,452	163,672	5.0%	3,437,124	171,856	5.0%	3,608,980	7,046,104
2. FEDERAL FUNDS	0	0		0	0		0	0
3. STATE APPROPRIATIONS								
A. Operating Expense	7,878,379	2,421,015	30.7%	10,299,394	1,307,733	12.7%	11,607,127	21,906,521
B. Fee Replacement	932,460	8,198	0.9%	940,658	9,333	1.0%	949,991	1,890,649
SUBTOTAL	8,810,839	2,429,213	27.6%	11,240,052	1,317,066	11.7%	12,557,118	23,797,170
TOTAL INCOME BUDGET	12,084,291	2,592,885	21.5%	14,677,176	1,488,922	10.1%	16,166,098	30,843,274

SUMMARY II
INDIANA PUBLIC POSTSECONDARY EDUCATION
PRIORITY RANKING OF INSTITUTIONAL BUDGET REQUEST
1987-89 BIENNIUM

UNIVERSITY OF SOUTHERN INDIANA

Priority	Item	1987-88 Increases	1988-89 Increases	Budget Category
	1986-87 Expenditure Base	12,084,291	14,677,176	
	Adjustments to Base			
	Increased insurance costs	170,000		
	Prior enrollment change	162,864	95,526	
	Total Adjusted Base	12,417,155	14,772,702	
	Salaries & Wages	354,864	372,607	price change
	Staff Benefits	119,296	129,710	price change
	General Supplies & Expenses	107,622	113,003	price change
	Utilities	108,846	65,509	price change
	Fire & casualty Insurance	22,405	24,646	price change
	Student Assistance	17,909	18,804	price change
	MBA	79,080	41,044	program change
	MS-Education	64,016	35,400	program change
	Southern Ind Development Center	306,600	130,250	quality improvement
	Attract & Retain	148,433	158,823	quality improvement
	Part Time Faculty	215,600	200,900	quality improvement
	General Studies	51,400	59,900	program change
	Library Improvement	125,000	25,000	quality improvement
	Developmental Support	30,400	28,300	quality improvement
	Social Work	60,100	(16,400)	program change
	Phy Ed & Wellness	21,700	7,600	program change
	Science Equip Replacement	125,000	50,000	quality improvement
	Outcomes Assessment	34,150	(2,100)	quality improvement
	Computer Learning Center	54,800	(25,000)	quality improvement
	Intelenet-IHETS	100,000	0	quality improvement
	Health Related Psych	81,500	(17,000)	program change
	Medical Sonography	31,300	(7,600)	program change
	Total Increase Requested	2,260,021	1,393,396	
	TOTAL REQUESTED	14,677,176	16,166,098	

EXPLANATION OF PRICE INFLATION BUDGET CHANGES
for
UNIVERSITY OF SOUTHERN INDIANA

Exhibit II-B
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	1986-87 General Fund Expenditures (\$)	Less: Other Unrestricted Income (\$)	1986-87 Base Budget Expenditures (\$)	1987-1988 Projected Change (\$)	Total Budget (\$)	1988-1989 Projected Change (\$)	Total Budget (\$)
A. PERSONAL SERVICES							
1. Salaries & Wages	7,421,640	(324,366)	7,097,274	354,864	7,452,138	372,607	7,824,745
2. Staff Benefits							
a. Retirement Programs	728,615		728,615	37,159	765,774	39,054	804,828
b. Employee Remitted Fees	11,986		11,986	599	12,585	755	13,340
c. Social Security	525,976		525,976	27,088	553,064	28,466	581,530
d. Life Insurance	45,765		45,765	8,055	53,820	9,472	63,292
e. Health Insurance	386,625		386,625	46,395	433,020	51,963	484,983
SUBTOTAL	1,698,967	0	1,698,967	119,296	1,818,263	129,710	1,947,973
TOTAL PERSONAL SERVICES	9,120,607	(324,366)	8,796,241	474,160	9,270,401	502,317	9,772,718
B. SUPPLIES AND EXPENSES							
1. General Supplies & Expenses (1)	2,249,335	(96,889)	2,152,446	107,622	2,260,068	113,003	2,373,071
2. Utilities							
a. Electricity	436,127		436,127	95,156	531,283	50,081	581,364
b. Water	11,800		11,800	1,800	13,600	2,073	15,673
c. Sewer	15,340		15,340	3,007	18,347	3,596	21,943
d. Gas	90,108		90,108	8,883	98,991	9,759	108,750
SUBTOTAL	553,375	0	553,375	108,846	662,221	65,509	727,730
3. Fire & Casualty Insurance	224,051		224,051	22,405	246,456	24,646	271,102
4. Plant Expansion			0		0		0
TOTAL SUPPLIES AND EXPENSES (1)	3,026,761	(96,889)	2,929,872	238,873	3,168,745	203,158	3,371,903
TOTAL PRICE INFLATION (1)	12,147,368	(421,255)	11,726,113	713,033	12,439,146	705,475	13,144,621
STUDENT ASSISTANCE	358,178		358,178	17,909	376,087	18,804	394,891
TOTAL BASE BUDGET	12,505,546	(421,255)	12,084,291	730,942	12,815,233	724,279	13,539,512

Lender: Trust Department
Old National Bank
Evansville, Indiana

Interest Rate: One-half (1/2) of the prime
interest rate plus three fourths
(3/4) of one percent (1%) per
annum, floating day to day.

Maturity date: July 31, 1991

Payment of Interest and
Repayment of Loan: Interest only on the note shall be
payable, commencing on August 31,
1986 and monthly thereafter on the
last day of each month in each
year with a final payment of all
unpaid principal and interest due
July 31, 1991, unless sooner paid
in full. Prepayment may be made
at any time, in whole or in part
without penalty.

Other Conditions: A line of credit will be established
with the Old National Bank in the
amount of principal balance due
plus interest due. No charge will
be made for the line of credit. If
the line of credit is used, the
interest rate will be the prime
interest rate of Old National Bank.