

MINUTES

UNIVERSITY OF SOUTHERN INDIANA BOARD OF TRUSTEES

September 2, 2010

The University of Southern Indiana Board of Trustees met in regular session on Thursday, September 2, 2010, in Carter Hall in the University Center. Present were Chair John M. Dunn and Trustees Ira G. Boots, W. Harold Calloway, Jeffrey L. Knight, Amy MacDonell, Lauren K. Raikes '11, Ronald D. Romain '73, Steven J. Schenck '72, and Ted C. Ziemer Jr. Also in attendance were President Linda L. M. Bennett; Provost Ronald S. Rochon; Vice President for Finance and Administration and Treasurer Mark Rozewski; Vice President for Government and University Relations Cynthia S. Brinker; Faculty Senate Chair Adrian P. Gentle; and Student Government Association President Hope Fussner '11.

Mr. Dunn called the meeting to order at 1:10 p.m.

Mr. Dunn introduced and welcomed Dr. Adrian Gentle, associate professor of mathematics and the 2010-2011 chair of the USI Faculty Senate, to his first Board of Trustees meeting.

SECTION I – GENERAL AND ACADEMIC MATTERS

A. APPROVAL OF MINUTES OF JULY 8, 2010, MEETING

On a motion by Mr. Ziemer, seconded by Mr. Schenck, the minutes of the July 8, 2010, meeting of the Board of Trustees were approved.

B. ESTABLISHMENT OF NEXT MEETING DATE, TIME, LOCATION

Mr. Dunn called on Vice President Brinker, who reported the Board will meet in regular session on Thursday, November 4, 2010, in the University Center. Ms. Brinker referred the Trustees to their meeting packets for a schedule of meetings through fall 2011. She reminded the Trustees of a ribbon cutting and open house for the Business and Engineering Center on Sunday, October 10, 2010, and of the commencement ceremonies scheduled for Saturday, December 11, 2010.

C. PRESIDENT'S REPORT

President Bennett began her report by inviting Provost Rochon to share a preliminary report on fall enrollment. Dr. Rochon announced the unofficial enrollment as of September 2 is 10,701 students. He noted the high academic quality of the incoming freshman class and an increase in the retention of continuing students over 2009-2010. He reported that 25 percent of USI students are 25 years of age or older. Final enrollment information will be released by the department of News and Information at the close of business on September 3, 2010.

The president reported on nationwide news coverage of Iraqi students who visited USI in summer 2010 as part of the Young Iraqi Leaders Exchange Program for Undergraduate Students. CBS Evening News reported on the student program designed to develop future leaders for Iraq and highlighted students who visited the University of Southern Indiana and Colorado State University in July and August. A video clip of the newscast will be provided to the Trustees.

Dr. Bennett thanked Trustees Dunn, Ziemer, MacDonell, Schenck, Calloway, and Knight, who attended the first Trustees' Academy hosted by the Indiana Commission for Higher Education on August 30, 2010. The theme of the Academy was *Challenges and Opportunities: The Fiscal Responsibility of Trustees*. Presentations focused on opportunities embedded in this period of fiscal constraints and speakers urged trustees to lead in making their campuses more efficient and productive. She stated her belief that USI has a powerful story to tell with regard to productivity and efficiency. The new Strategic Plan 2010-2015 will guide the University's response to these challenging times.

Dr. Bennett referred the Trustees to a data dashboard handout comparing USI with other state-supported four-year institutions in Indiana. The Office of Planning, Research, and Assessment prepared the snapshot, which can be viewed on the USI Trustees web site with other dashboards.

Also included in the Trustees' handouts was an outline of the strategic planning process during the 2010-2011 (year 2 of the process). The outline was a request of the Board of Trustees at its retreat in July. It identifies key questions, processes to be used, and a timeline for results.

President Bennett called on Director of Athletics Jon Mark Hall to bring a report of intercollegiate athletics programs. Mr. Hall highlighted the USI baseball team's success and ultimate national championship win, the first national baseball championship won by an institution in the State of Indiana. Taylor Dennis was named Most Outstanding Player of the Tournament and Head Coach Tracy Archuleta received numerous coaching accolades including the National and Regional Coach of the Year.

Mr. Hall reported the men's tennis team won the GLVC East Division and played in the NCAA Regional Tournament. The women's golf team advanced to the NCAA Tournament and Senior Angela Denning won the GLVC individual title. Matt Hancock won the Evansville City Golf Tournament. In men's basketball, senior Jamar Smith received numerous All American awards and was named National Player of the Year by the *Basketball Times*. He also was named USI Male Student Athlete of the Year. Cross Country and Track's Mary Ballinger was named the Female Student Athlete of the Year. A senior, Ms. Ballard secured her ninth All-American honor in track and field, was named GLVC Scholar Athlete of the Year in track, and received Academic All-American honors for the second consecutive year. The academic performance of all USI student athletes resulted in 99 receiving Academic All-GLVC honors. To receive this honor, a student athlete must maintain a 3.3 cumulative GPA or earn a 3.4 GPA for the previous two semesters. The 99 Academic All-GLVC honors received by USI students in 2009-2010 represent an increase of 33 student-athletes over 2008-2009.

Mr. Hall concluded by reporting to the Trustees that in August, USI appeared before the NCAA Committee on Infractions regarding the self-reported violations related to the men's basketball program. The results of the investigation are expected in fall 2010.

President Bennett called on Provost Ronald Rochon for the academic report. Dr. Rochon introduced Michael Broshears, director of University Division, for a presentation about the Student Support Services Grant: A Retention Initiative. Mr. Broshears reviewed the mission of University Division, which is "to facilitate USI students' academic success by helping students build a solid foundation for their college careers". He reported on the activities of two departments within University Division -- University Division Advising and Academic Skills. The University Division Advising component works with and advises undecided and conditionally admitted students (a total of 1,217 students in 2009-2010). Academic Skills provides developmental coursework, tutoring and supplemental instruction for all students, placement testing, and Success Series workshops.

In addition to improving developmental education opportunities, University Division has increased its offerings in First-Year Seminars, classes designed to help students make a successful transition from high school to college, and expanded the annual Exploring Majors Fair, an opportunity for undecided students to consider academic programs and explore possible majors. The ACHIEVE Program is a faculty-based early intervention program in which faculty identify students who appear to be struggling with class work and University Division staff follows up with and assists these students as necessary. Another early intervention program, EBI MAP-Works is driven by a survey completed by students. Depending on student responses, selected faculty and staff follow up with the students to offer guidance and assistance as needed. Mr. Broshears shared statistics on USI freshmen retention rates, which have improved each fall to a record 70 percent retention of undecided freshmen who began in fall 2008 and returned in fall 2009. He reported on obstacles facing some USI students, including academic preparedness, attitudinal preparedness, and financial burden, all of which result in lower retention and graduation rates for first generation, low income, and/or learning disabled students.

The Student Support Services Program grant, a nationally-competitive grant recently awarded to USI, supports comprehensive student services for up to 140 students who are first generation college students, of modest means, and/or learning disabled. The grant includes an annual award of \$216,868 over the next five years. Three new staff members will work with the program, the objectives of which are to improve persistence, good academic standing rates, and graduation rates among the students in the program. Dr. Bennett added the focus on early intervention is

crucial to improving student success and congratulated Mr. Broshears and University Division for its success in securing the grant.

The President called on Professor Adrian Gentle, chair of Faculty Senate, for a report. Professor Gentle reported the Senate met in August for its annual retreat, which included an orientation for new senators and meetings with President Bennett and Provost Rochon. The Senate created two ad hoc committees. The Graduation Rate Committee will investigate ways the faculty can contribute to the strategic goal of increasing the graduation rate. The Faculty and Work Expectations Committee will continue to evaluate faculty workloads and offer recommendations. The Senate issued a call for charges to help develop a plan of work for the year.

Dr. Bennett called on Hope Fussner, president of the Student Government Association, who reported that more than 1,200 new students attended the SGA's Freshman Welcome Dinner. SGA is in the process of filling vacancies within the organization. Ms. Fussner reported on a new start-up grant established by SGA which will be awarded to new student organizations that need funds to get started. She noted that fall plans include observance of National Alcohol Awareness Week and sponsorship of a food services Town Hall event.

D. REVIEW AND ACCEPTANCE OF 2010 CONFLICT OF INTEREST DISCLOSURE STATEMENTS

Mr. Dunn asked Vice President Rozewski to review the 2010 Conflict of Interest Disclosure Statement in Exhibit I-A. Mr. Rozewski recommended Board approval to certify these statements have been reviewed and to authorize University staff to forward them to the State Board of Accounts as required by law.

On a motion by Mr. Boots, seconded by Mr. Knight, the Board of Trustees certified it has reviewed and accepted the disclosures, which will be forwarded to the Indiana State Board of Accounts.

SECTION II – FINANCIAL MATTERS

A. APPROVAL OF THE 2011-2013 OPERATING BUDGET REQUEST

Mr. Dunn called on Vice President Brinker, who reported the University submitted its 2011-2013 Operating Budget Request to the Commission for Higher Education and the State Budget Agency in August 2010. She referred the Trustees to a copy of the complete Operating Budget Request in their handouts and a summary of the request in Exhibit II-A. Ms. Brinker reported the University submits its budget request every two years to the Indiana Commission for Higher Education (ICHE) and the State Budget Agency for consideration for funding by the Indiana General Assembly, and adheres to guidelines provided by the Commission and the Budget Agency in preparation of the request.

For 2011-2013, emphasis in development of the budget was related to how the University's goals and objectives are aligned with the recently adopted Indiana Commission for Higher Education's document, *Reaching Higher: Strategic Directions in Higher Education*. The budget was developed in response to the critical needs of the University and the State and recognizes the needs of a growing and developing campus. It supports the University's commitment to provide an affordable quality education and addresses the operating needs of the institution. Vice President Brinker noted the narrative for the 2011-2013 Operating Budget Request provides background information about the University and addresses several areas included in the *Reaching Higher* documents, including

- Access
- Affordability;
- College Preparation;
- Accountability;
- Student Success; and
- the University's contribution to Indiana's economy.

Ms. Brinker reviewed the request for Base Adjustments, in which there are no budgetary assumptions for maintenance and price increases or new initiatives in accordance with instructions from the Indiana Commission for Higher Education and the State Budget Agency. The budgetary request is based entirely on performance incentives recommended by the ICHE. Vice President Brinker reviewed the requests related to these incentives: Successfully Completed Credit Hours, Dual Credit Successfully Completed Credit Hours, Change in Degree Completion, On-Time Degree Completion, and Low Income Degree Completion.

USI continues to emphasize the disparity in state funding per-FTE-Hoosier student. In 2010-2011, USI will receive \$4,475 (58 percent of the statewide average per-FTE-Hoosier student as compared to the other four-year residential campuses). The average funding is \$7,946 per student. While the University will not request a special appropriation adjustment in this biennium to address the inequities in funding, it will continue to emphasize the disparity.

The University will request debt service appropriation in fee replacement for the Teaching Theatre–Replacement Project in the first year of the biennium and for the Classroom Renovation/Expansion Project in the second year of the biennium.

Vice President Brinker reviewed the request for one line item appropriation and explained this appropriation for Historic New Harmony is funded separately from the University's Operating Budget Request. In 2007-2009, the University made a strong case to increase the operating appropriation for Historic New Harmony, which resulted in an increase to \$576,488 in 2008-2009. Budget reductions in 2009-2011 reduced the line item to \$553,428. Institutions were instructed to not ask for any increase in line item appropriations in 2011-2013.

In October, President Bennett will present the University's 2011-2013 Capital and Operating Budget Requests to the Indiana Commission for Higher Education. Later in fall 2010, she will present to the State Budget Committee. Vice President Brinker recommended approval of the budget request.

On a motion by Mr. Knight, seconded by Mr. Schenck, the 2011-2013 Operating Budget Request was approved.

B. APPROVAL OF RECOMMENDATION TO TRANSFER FUNDS TO VEBA (VOLUNTARY EMPLOYEES' BENEFIT ASSOCIATION) TRUST

Mr. Dunn called on Mr. Rozewski to review a recommendation to transfer funds to the VEBA (Voluntary Employees' Benefit Association) Trust. Mr. Rozewski reported the VEBA Trust Investment Policy requires approval of the Board of Trustees for a transfer of funds to the Trust, and recommended a transfer of \$500,000 to the fund.

On a motion by Mr. Romain, seconded by Ms. MacDonell, a transfer of \$500,000 to the VEBA Trust was approved.

C. APPROVAL OF 2011-2012 HOUSING RATES

Mr. Dunn asked Vice President Rozewski to review a recommendation for approval of 2011-2012 housing rates. Mr. Rozewski reported housing rates for 2011-2012 are being set nearly a year in advance so the information is available to prospective students as they make application and enrollment decisions. The University's most prevalent accommodation is a two bedroom apartment with two students per bedroom. This room will increase in cost \$90 per semester, a five percent increase to \$1,870 per semester. Mr. Rozewski reported there are over 2,800 beds in student housing and the fall 2010 occupancy is 96.4 percent. To augment capacity, 149 beds were leased from the privately-owned Eagle Village apartment complex located at Schutte Road and the Lloyd Expressway. Occupancy in the leased apartments is 96 percent.

Mr. Rozewski noted the rate increase will primarily support an increase in funding for the summer facility rehab program for campus residences that currently costs over \$750,000 per year.

On a motion by Mr. Schenck, seconded by Mr. Knight, the following 2011-2012 housing rates were approved.

		CURRENT RATE	PROPOSED RATE	EFFECTIVE DATE
<u>FALL OR SPRING SEMESTER</u>				
<u>McDONALD or O'DANIEL APARTMENT</u>				
Two Bedroom:	Two students per bedroom	\$1,780	\$1,870	7-01-11
	One student per bedroom	3,185	3,345	7-01-11
One Bedroom:	Two students	2,150	2,258	7-01-11
	One student	3,995	4,195	7-01-11

GOVERNORS, NEWMAN, O'BANNON, or RUSTON HALL

One and Two Bedroom:	Two students per bedroom	\$1,780	\$1,870	7-01-11
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SUMMER SESSION

Summer session housing rates are pro-rated to fall and spring semester rates.

D. APPROVAL OF 2011-2012 MEAL PLAN RATES

Mr. Dunn called on Vice President Rozewski to review the 2011-2012 meal plan rates. Mr. Rozewski reported the proposed increase is \$50 per semester or three percent. The three meal plans cost the same amount, but differ in that they have varying numbers of fixed meals and "dining dollars", which can be spent in snack bars, vending machines, and the convenience store.

Mr. Rozewski noted a three percent increase in the number of meal plans purchased and a seven percent increase in Munch Money so far in 2010-2011. He reported convenience store sales are up 49 percent in the first seven days of fall 2010 compared to the same time period in fall 2009.

On a motion by Mr. Knight, seconded by Mr. Calloway, the following 2011-2012 meal plan rates were approved.

<u>FALL OR SPRING SEMESTER</u>	<u>CURRENT RATE</u>	<u>PROPOSED RATE</u>	<u>EFFECTIVE DATE</u>
Red, White, or Blue Eagle Meal Plan	\$1,680	\$1,730	7-01-11

Students who live in apartments (McDonald or O'Daniel) are required to purchase \$50 in Munch Money for use in any dining venue on campus.

E. REPORT ON CONSTRUCTION CHANGE ORDERS APPROVED BY THE VICE PRESIDENT FOR BUSINESS AFFAIRS

Mr. Dunn called on Vice President Rozewski to report on construction change orders. Mr. Rozewski referred the Trustees to the change orders listed in Exhibit II-B, none of which require Board approval.

F. UPDATE ON CURRENT CONSTRUCTION PROJECTS

Mr. Dunn called on Vice President Rozewski who introduced Director of Facilities Operations and Planning Steve Helfrich for a report of current construction projects. Mr. Helfrich reported the Business and Engineering Center was open and classes are meeting in the building. Uncompleted at this time are some interior casework, landscaping, irrigation, sod installation, and the punch list.

The University Center Expansion Project continues to progress as expected. The main walk leading towards the Orr Center is now open. The expanded University Center will open in January 2011 for the spring semester.

Work is nearly complete on improvements to the varsity soccer and baseball fields. Incomplete items include the installation of the soccer field box, a short section of the new walkway, and seeding the disturbed lawn areas. The construction of the practice soccer fields at the Broadway Complex have been delayed because of weather conditions but will be complete by mid-September, when the irrigation system and sports lighting system will be installed at this time.

The resurfacing of University Boulevard is complete and the Boulevard was open for the start of the fall semester. New parking spaces can be found in Parking Lot O, east of the Recreation, Fitness, and Wellness Center. The parking lot on the east side of the Physical Activities Center and Parking Lot J, south of the Business and Engineering Center, were expanded.

Mr. Helfrich reported the architects and engineers will complete the design phase for the Teaching Theatre project in October. Other projects in the design phase include the bicycle/walk paths, the Advanced Manufacturing Teaching Facility, renovation of the lower level of the Science Center, renovation at Innovation Pointe, and renovation of the third level east wing of the Orr Center.

Exhibit II-C includes a summary of the cost and funding sources for each project.

SECTION III – PERSONNEL MATTERS

A. APPROVAL OF PERSONNEL ACTIONS

Mr. Dunn called on Provost Rochon for a review of recommendations regarding personnel. On a motion by Mr. Ziemer, seconded by Mr. Schenck, the following personnel actions were approved.

1. Retirement

Professor of Psychology Joseph J. Palladino, in accordance with the early retirement policy, has requested retirement effective July 1, 2011, including leave with pay for the period January 3, 2011, through May 8, 2011. Retirement service pay based on 30 years of service to the University will be paid as of June 30, 2011.

2. Emeritus Status

It is recommended that the following faculty member be retired officially with the effective date shown and that the appropriate emeritus title, as indicated, be conferred:

Professor Emeritus of Psychology Joseph J. Palladino, 30 years at USI, effective July 1, 2011.

There being no further business, the meeting adjourned at 1:55 p.m.

Respectfully submitted,

Amy MacDonell
Secretary

**Possible Conflict of Interest Disclosure Statements
Filed for 2010**

DATE	NAME/ TITLE	VENDOR/ CONTRACTOR	DESCRIPTION OF FINANCIAL INTEREST
08-19-10	Michael K. Aakhus Interim Dean – College of Liberal Arts	None	N/A
08-19-10	Linda L. Cleek Interim Dean – Extended Services	None	N/A
08-19-10	Ronald S. Rochon Provost and Vice President for Academic Affairs	None	N/A
08-19-10	Todd A. Wilson Assistant Vice President for Marketing and Communications	None	N/A

**UNIVERSITY OF SOUTHERN INDIANA
BIENNIAL BUDGET 2011-2013
REQUEST SUMMARY**

	<u>2011-12</u>	<u>2012-13</u>
<u>EXPENDITURES</u>		
Expenditure Base	86,170,595	89,866,685
Base Adjustments		
A. Successfully Completed Credit Hours	2,459,050	0
B. Dual Credit Successfully Completed Credit Hours	336,600	0
C. Change in Degree Completion	645,000	0
D. On-Time Degree Completion	35,440	0
E. Low Income Degree Completion	220,000	0
Subtotal Before Debt Service	3,696,090	0
F. Debt Service	1,027,093	1,299,172
Reallocation of Student Fees	(1,027,093)	(1,299,172)
Subtotal Debt Service	0	0
Total Expenditure Base	89,866,685	89,866,685
Maintenance for Current Programs		
A. Personal Services 0%	0	0
B. Supplies & Expense 0%	0	0
C. Student Aid 0%	0	0
Subtotal Maintenance for Current Programs	0	0
Quality Improvement	0	0
Total Budget Increases	3,696,090	0
Total Expenditure Request	89,866,685	89,866,685
<u>REVENUE</u>		
Student Fee Base	35,878,711	34,851,618
Fee Increase 0%	0	0
Transfer to Debt Service	(1,027,093)	(1,299,172)
Total Student Fees	34,851,618	33,552,446
Operating Appropriation Base	39,172,365	42,868,455
Appropriation Increase	3,696,090	0
Total Operating Appropriation	42,868,455	42,868,455
Fee Replacement Appropriation Base	11,119,519	12,146,612
Fee Replacement Change	1,027,093	1,299,172
Total Fee Replacement Appropriation	12,146,612	13,445,784
Total State Appropriation	55,015,067	56,314,239
Total Revenue Request	89,866,685	89,866,685

**UNIVERSITY OF SOUTHERN INDIANA
BIENNIAL BUDGET REQUEST 2011-2013
CONSOLIDATED PRIORITIZATION**

<u>CONSOLIDATED EXPENDITURE BASE</u>	2011-12	2012-13
Operating Expenditure Base	75,051,076	
Fee Replacement Appropriation	11,119,519	
TOTAL	86,170,595	
<u>PRIORITIZATION OF INCREASES</u>		
A. Basic Needs		
1. Maintenance for Current Programs	0	0
2. Successfully Completed Credit Hours	2,459,050	0
3. Dual Credit Successfully Completed Credit Hours	336,600	0
4. Change in Degree Completion	645,000	0
5. On-Time Degree Completion	35,440	0
6. Low Income Degree Completion	220,000	0
Total Basic Needs	3,696,090	0
B. Quality Improvement Initiatives	0	0
C. Line Item Appropriation Request		
1. Historic New Harmony	0	0
Total Line Item Appropriation Request	0	0
D. Capital Request		
1. Special Repair and Rehabilitation Funding - Classroom Renovation/Expansion Project State Funding Bonding Authorization	15,000,000	
2. General Repair & Rehabilitation and Infrastructure Funding	2,425,000	
Total Capital Request	17,425,000	

UNIVERSITY OF SOUTHERN INDIANA

PRIORITIES OF 2011-2013 OPERATING AND CAPITAL IMPROVEMENT BUDGET REQUESTS

The 2011-2013 Operating Budget Request and Capital Improvement Budget Request for the University of Southern Indiana were developed in response to the critical needs of the institution and the State of Indiana. The University maintains its commitment to provide students with an affordable, quality education and will continue to expand its many partnerships with business and industry, and social, educational, governmental, and health agencies.

The University faces many challenges as it continues to operate with the lowest tuition and fees of all four-year public universities in the state and the lowest appropriation per-FTE-Hoosier student of the four-year residential campuses. The financial support the University receives from the state is critical to provide the programs, facilities, and support services necessary to fund increases in enrollment and the educational requirements for a high quality educational experience.

The University of Southern Indiana seeks support from the State of Indiana for its 2011-2013 Operating and Capital Improvement Budget Requests to fully fund:

- *Successfully Completed Credit Hours*
- *Dual Credit Successfully Completed Credit Hours*
- *Change in Degree Completion*
- *On-Time Degree Completion*
- *Low Income Degree Completion*
- *Special Repair and Rehabilitation Funding for Three Academic Facilities*
- *Repair and Rehabilitation Funding*

To help achieve the goals of the state and of the region, the University of Southern Indiana requests support of its 2011-2013 Operating and Capital Improvement Budget Requests.

INSTITUTIONAL REQUEST

Full funding of the University of Southern Indiana's 2011-2013 Operating Budget Request is important to the ongoing growth and development of the campus. The University's budget request was developed in response to the critical needs of the institution and the State of Indiana. The University maintains its commitment to provide students with an affordable, quality education and will continue to expand its many partnerships with business and industry, and social, educational, governmental, and health agencies.

The University has prioritized the needs it believes are required to maintain current programs, sustain the current pattern of enrollment and support increases in enrollment, and address critical state and regional needs. Details of the operating budget request are included in the *2011-2013 Operating Budget Request* and the supporting narrative and budget schedules.

BASIC NEEDS

	2011-2012	2012-2013
	<u>Request</u>	<u>Change</u>
Successfully Completed Credit Hours	\$2,459,050	0
Dual Credit Hours Successfully Completed Credit Hours	\$ 336,600	0
Change in Degree Completion	\$ 645,000	0
On-Time Degree Completion	\$ 35,440	0
Low Income Degree Completion	<u>\$ 220,000</u>	<u>0</u>
Total Base Adjustment	\$3,696,090	0

- **Successfully Completed Credit Hours** - In 2009-2011, Indiana adopted the successfully completed credit hours performance funding incentive. The new formula was partially funded in 2009-2011 with the expectation it would be completely phased in during the 2011-2013 biennium. The University requests funding at \$4,675 per-FTE-Hoosier student based on the four-year rolling average for an additional 526 full-time equivalent (FTE) students who successfully completed credit hours.

Because of growth in enrollment, an increase in the number of successfully completed credit hours, and because the incentive formulae have not been fully funded, the University's appropriation per-FTE-Hoosier student continues to fall

behind. The funds provided through the incentive formulae are essential to provide the instruction and support needed for a quality educational experience for USI students.

- **Dual Credit Successfully Completed Credit Hours** - Interest in opportunities for students to earn college credit while still in high school has grown significantly in recent years. More school corporations want to partner with higher education institutions to offer dual credit. State legislation has mandated the availability of dual credit coursework in high schools throughout Indiana. Dual credit successfully completed credit hours are reported separately in the 2011-2013 budget schedules. The University requests funding for an additional 72 full-time equivalent (FTE) students who successfully completed dual credit hours.
- **Change in Degree Completion** - In 2007-2009, Indiana adopted the degree completion performance funding incentive. From 2003-2004 to 2008-2009, the average number of baccalaureate degrees conferred increased from 992 to 1,164. The University requests funding at \$5,000 for an additional 129 degrees conferred based on the two-year average.
- **On-Time Degree Completion** - In 2007-2009, Indiana adopted the time to degree performance funding incentive. From 2003-2004 to 2005-2006, the number of baccalaureate degrees conferred in four years increased by .4 percent. The University requests funding at \$5,000 for an additional 24 degrees conferred in four years based on the percent change in cohort graduation rate.
- **Low Income Degree Completion** - In 2009-2011, a new performance incentive was partially funded for change in number of degrees awarded to low income students receiving Pell Grants. From 2005-2006 to 2008-2009, the average number of baccalaureate degrees conferred increased from 221 to 265. The University requests funding at \$5,000 for an additional 44 degrees conferred based on the two-year average.
- **Maintenance for Current Programs** - The 2011-2013 Operating Budget Instructions request that no assumption be made for Maintenance/Price increases for the biennium. It is important to note that even though no request was made for increased operating costs, the University continues to experience increased costs. In the University's 2011-2013 Operating Budget Request, the University seeks funding to maintain current programs and implement new initiatives during the biennium.

LINE ITEM APPROPRIATION REQUEST

The University's 2011-2013 Operating Budget Request includes one line item appropriation for Historic New Harmony.

Historic New Harmony	2011-2012	2012-2013
	<u>Request</u>	<u>Request</u>
Base Appropriation	\$553,428	\$553,428

The University requests continued funding of the line item appropriation for Historic New Harmony in the 2011-2013 biennium to support the preservation, education, and interpretive programs of this state and national treasure.

CAPITAL BUDGET REQUEST

The University of Southern Indiana requests bonding authorization for one capital project and full funding of the General Repair and Rehabilitation and Infrastructure formulas during the 2011-2013 biennium.

Special Repair and Rehabilitation Project	\$15,000,000
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The University requests \$15,000,000 in Special Repair and Rehabilitation funding for the renovation and/or expansion of three academic facilities. As campus buildings continue to age, there is increased need to renovate and rehabilitate the facilities. The three projects include: renovation and expansion of the Physical Activities Center to provide additional classroom and laboratory space for the Physical Education Department and renovation of classrooms and laboratories in the Science Center and the Technology Center. The Physical Activities Center, Science Center, and Technology Center serve thousands of students each year. Core academic programming is offered in each of these facilities. The planned renovation and/or expansion will insure the facilities remain in good physical condition.

General Repair and Rehabilitation and Infrastructure	\$2,425,000
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The University requests full funding of the General Repair and Rehabilitation and Infrastructure formulas to maintain existing facilities, including the infrastructure which supports these facilities, in both years of the biennium. Several general repair and rehabilitation projects totaling \$2,425,000 are planned for completion in the 2011-2013 biennium.

CONCLUSION

The University of Southern Indiana requests support from the State of Indiana for its 2011-2013 Operating and Capital Improvement Budget Requests. The funding requested to support successfully completed credit hours, change in degree completion, on-time degree completion, low income degree completion, one capital project, and repair and rehabilitation projects is essential for the University of Southern Indiana to serve the southern Indiana region and to help achieve the goals of the state.

Summary of Construction Change Orders Authorized by the Vice President for Business Affairs

1. BUSINESS AND ENGINEERING CENTER PROJECT

Weddle Brothers Building Group, LLC - General Contractor

GC-023	Install subgrade stabilization measures to correct poor soil conditions in parking lot addition, provide cover for elevator sump pit, add closers to four doors, install slip formed curbs in lieu of hand formed curbs in parking lot and site improvements, add exit devices to four doors, and add irrigation sleeves for landscape irrigation system	\$6,395.00
GC-024	Provide and install maple cap to steel capped guardrails in building to improve aesthetics and address safety concern	\$18,659.00

2. UNIVERSITY CENTER EXPANSION PROJECT

Weddle Brothers Building Group, LLC- General Contractor

GC-035	Perform work for changes to interior storefront glazing described in RFP 042, make changes to doors per RFP 045, perform additions to coiling door, install additional in-wall blocking, and use Exterior Finish System (EFS) in lieu of plaster system at various locations	\$1,382.00
GC-036	Raise the floor elevation of the new tunnel to absorb the caisson foundations	\$2,199.00
GC-037	Finish bulkhead around lowered track and support steel for operable partition walls	\$6,739.00
GC-038	Perform work to keep existing plaster ceiling in food service corridor per RFP 50	(\$1,275.00)
GC-039	Perform work to sort "A Block" by color, size, and shape, replace mortar with approved mortar color in joints	\$17,652.00

Deig Brothers Lumber and Construction Co. - Mechanical Contractor

MC-013	Perform work to keep existing plaster ceiling in food service corridor per RFP 50	\$468.00
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Capital Electric, Inc.- Electrical Contractor

EC-018	Perform electrical work to relocate office trailer, savings for changes to doors per RFP 045, add conduit for tower lighting per RFP 053, work for electrical hook-up at loading dock, and added work for RFI 151	\$4,136.83
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**Summary
Current Construction Projects
September 2, 2010**

Projects Recently Completed

Science Center and Physical Activities Center Roof Replacement

Project Cost **\$ 404,000**

Funding Source: General Repair and Rehabilitation Appropriation

Projects Under Construction

Business and Engineering Center

Project Cost **\$ 31,946,069**

Funding Source: Bond Issue (Repaid with Fee Replacement Appropriation)

University Center Expansion

Project Cost **\$ 18,400,000**

Funding Sources:

Bond Issue (Repaid with Student Fees)	13,750,000
Academic Funding Series I	800,000
Academic Funding Reserve	650,000
Bookstore Reserve	1,000,000
University Center Reserve	2,200,000

Varsity Soccer and Baseball Field Improvements

Project Cost **\$ 1,250,000**

Funding Source: Special Projects Reserve

Practice Soccer Field Construction

Project Cost **\$ 750,000**

Funding Source: Special Projects Reserve

Campus Road Repairs and Resurfacing

Project Cost **\$ 475,000**

Funding Source: Transportation System Reserve

Parking Lot Construction and Expansion

Project Cost **\$ 925,000**

Funding Sources:

Student Housing Reserve	350,000
Transportation System Reserve	350,000
Business and Engineering Center Bond Issue	225,000

Bicycle and Walk Path Construction

Project Cost **\$ 350,000**

Funding Source: Transportation System Reserve

Innovation Pointe Renovation

Project Cost **\$ 345,000**

Funding Source: Extended Services Reserve

Projects in Design

Teaching Theatre Construction

Project Cost **\$ 16,500,000**

Funding Sources:

Bond Issue (Repaid with Student Fees)	13,000,000
Special Projects Reserve	1,500,000
USI Foundation	2,000,000

Bicycle and Walk Path Construction - Valley Parking Lot

Project Cost **\$ 350,000**

Funding Source: Transportation System Reserve

Advanced Manufacturing Teaching Facility

Project Cost **\$ 1,850,000**

Funding Source: Special Projects Reserve

Science Center Renovation - Lower Level

Project Cost **\$ 950,000**

Funding Source: General Repair and Rehabilitation Appropriation

Orr Center Renovation - Third Level East Wing

Project Cost **\$ 400,000**

Funding Source: Special Projects Reserve