

## AGENDA

### UNIVERSITY OF SOUTHERN INDIANA BOARD OF TRUSTEES

September 4, 2014

#### SECTION I – GENERAL AND ACADEMIC MATTERS

##### A. APPROVAL OF MINUTES OF JULY 10, 2014, MEETING

##### B. ESTABLISHMENT OF NEXT MEETING DATE, TIME, LOCATION

##### C. PRESIDENT'S REPORT

##### D. REPORT OF THE ACADEMIC AFFAIRS COMMITTEE

The Academic Affairs Committee will meet prior to the Board of Trustees meeting on September 4, 2014. A report will be presented.

##### E. APPROVAL OF RESOLUTION OF CONGRATULATIONS TO THE MEN'S BASEBALL TEAM

Approval of the following resolution is recommended.

WHEREAS, USI has the only collegiate Men's Baseball team in Indiana to win a national championship, and

WHEREAS, Coach Tracy Archuleta has led the Screaming Eagles to two NCAA Division II National Championships in his eight years at the helm, and

WHEREAS, Coach Tracy Archuleta has been recognized as the 2010 and 2014 Division II ABCA National Coach of the Year and the 2011 and 2014 GLVC Coach of the Year since taking over the program in 2007, and

WHEREAS, The 2014 Eagles also had 10 All-Conference honorees and eight regional award winners, and

WHEREAS, USI earned its eighth-straight winning campaign in 2014, and

WHEREAS, In the past eight seasons, USI Men's Baseball has won two NCAA II national championships and three NCAA II Midwest Regional titles; won three GLVC West crowns; took two GLVC East banners; one GLVC Tournament championship; and appeared in five NCAA II Regionals, and

WHEREAS, Since 2007 the USI Men's Baseball teams have featured five All-Americans, one Academic All-American, 13 All-Regional performers, and 30 All-GLVC players, and

WHEREAS, University of Southern Indiana senior outfielder Brad Wannemuehler won the first-ever NCAA Elite 89 award which is presented to the student athlete with the highest cumulative GPA participating in the finals of the NCAA's 89 championships, and

WHEREAS, On May 31, 2014 a bases-loaded walk in the top of the 12th inning proved to be the tie-breaker in what turned out to be one of the greatest NCAA Division II Baseball Championship games of all-time, and

WHEREAS, In 2014, Junior shortstop/pitcher Matt Chavarria, pitched four scoreless innings in a championship game that tied the record as the longest NCAA Division II title game, and was named the tournament's most outstanding player, and

WHEREAS, Taylor Dennis, who won his 12th game over Georgia College and State University to advance the Eagles to the title game, was named the 2010 championship series most outstanding player, and

WHEREAS, These teams represented the University with distinction in every game, in every tournament, on and off the field

NOW THEREFORE BE IT RESOLVED, that the Board of Trustees commend Coach Archuleta, his coaching staff, and each and every member of the 2010 and 2014 championship teams, and

FURTHER RESOLVED, that this be spread upon the minutes of the Board of Trustees for all time.

**SECTION II – FINANCIAL MATTERS**

**A. REPORT OF THE FINANCE/AUDIT COMMITTEE**

The Finance/Audit Committee will meet prior to the Board of Trustees meeting on September 4, 2014. A report will be presented.

**B. APPROVAL OF THE 2015-2017 OPERATING AND CAPITAL IMPROVEMENT BUDGET REQUEST**

The 2015-2017 Operating and Capital Improvement Budget Request was prepared under the instructions of the State Budget Agency and the Indiana Commission for Higher Education. The budget is to be submitted by September 5, 2014, to the Indiana Commission for Higher Education, the State Budget Agency, and the Indiana General Assembly.

Approval of the 2015-2017 Operating and Capital Improvement Budget Request summarized in Exhibit II-A is recommended.

**C. APPROVAL OF 2015-2016 HOUSING RATES**

Approval of the following 2015-2016 housing rates is recommended.

		<u>CURRENT RATE</u>	<u>PROPOSED RATE</u>	<u>EFFECTIVE DATE</u>
<b><u>FALL OR SPRING SEMESTER</u></b>				
<b><u>McDONALD or O'DANIEL APARTMENT</u></b>				
Two Bedroom:	Two students per bedroom	\$2,070	\$2,132	7-01-15
	One student per bedroom	3,699	3,810	7-01-15
One Bedroom:	Two students	2,497	2,572	7-01-15
	One student	4,639	4,778	7-01-15
<b><u>GOVERNORS, NEWMAN, O'BANNON, or RUSTON HALL</u></b>				
One and Two Bedroom: Two students per bedroom		\$2,070	\$2,132	7-01-15

Students who live in housing will have \$50 in Munch Money added to the proposed housing rates above for use in any venue on campus.

**SUMMER SESSIONS**

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

**D. APPROVAL OF 2015-2016 MEAL PLAN RATES**

Students who live in the residence halls (Governors, Newman, O'Bannon, and Ruston) are required to purchase a resident meal plan. Three plans (Red, White, and Blue Eagle) offer different combinations of meals in The Loft and discretionary spending at other dining venues on campus. The proposed rate allows for normal increases in food and labor costs.

**FALL OR SPRING SEMESTER**

	<u>CURRENT RATE</u>	<u>PROPOSED RATE</u>	<u>EFFECTIVE DATE</u>
Red, White, or Blue Eagle Meal Plan	\$1,894	\$1,956	7-01-15

Approval of the proposed meal plan rates for 2014-2015 is recommended.

**E. UPDATE ON CURRENT CONSTRUCTION PROJECTS**

A report will be presented on current construction projects. Exhibit II-B includes a summary of the cost and funding sources for each project.

### **SECTION III - PERSONNEL MATTERS**

#### **A. REPORT ON FACULTY AND ADMINISTRATIVE RETIREMENTS**

The following faculty and administrative retirements will be reviewed.

Professor of Business Communication Jane A. Johansen, in accordance with the revised retirement policy, will retire effective July 1, 2015, including leave with pay for the period January 7, 2015, through May 6, 2015. Retirement service pay based on 38 years of service to the University will be paid as of June 30, 2015.

University Division Advisor Nils I. Johansen, in accordance with the revised retirement policy, will retire effective July 1, 2015, including one-half assignment during the 2014-2015 academic year. Retirement service pay based on 21 years of service to the University will be paid as of June 30, 2015.

#### **B. APPROVAL OF EMERITUS STATUS**

Approval of the following emeritus titles is recommended.

Professor Emerita of Business Communication Jane A. Johansen

University Division Advisor Emeritus Nils I. Johansen

# **UNIVERSITY OF SOUTHERN INDIANA**

## **2015-2017 OPERATING AND CAPITAL IMPROVEMENT**

### **INSTITUTIONAL REQUEST**

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The University of Southern Indiana's 2015-2017 Operating and Capital Improvement Budget Request was developed using the Performance Funding metrics created by the Indiana Commission for Higher Education.

Based on the budget instructions, the University is eligible to receive funding through five Performance Funding Metrics in 2015-2017. The metrics are:

- Overall Degree Completion
- At-Risk Degree Completion
- Student Persistence Incentive
- On-Time Graduation Rates
- Institution-Defined Productivity Metric

The University is not eligible to receive funding through the High Impact Degree Completion Metric. This metric only applies to degrees awarded by the research institutions. The Remediation Success Metric only applies to the two-year institutions.

In the 2015-2017 biennia, the Indiana Commission for Higher Education has developed four possible recommendations to fund the Performance Funding Metrics in 2015-2016 and 2016-2017. The Commission for Higher Education has recommended that the Performance Funding Formulas be funded at 7 percent in 2015-2016 and 8 percent in 2016-2017. In order to fund the formulas, institutional operating budgets are reduced up to 5 percent in 2015-2016 and up to 6 percent in 2016-2017 to fund the Performance Funding Formula pool with an assumption of new state funding of 2 or 3 percent. The metrics are weighted at an adjusted unit value. Institutional performance in each of the metrics determines the recommended funding level for each year of the biennium. Based on data provided to the Indiana Commission for Higher Education, the University of Southern Indiana showed improvement in each of the metrics in every category; however, the impact of the Performance Funding Formulas varies based on each assumption.

**2015-2017 METRIC ALLOCATION BASED ON PROPOSED RECOMMENDATIONS  
BY THE INDIANA COMMISSION FOR HIGHER EDUCATION FOR  
UNIVERSITY OF SOUTHERN INDIANA**

	<b>OPERATING BASE</b>	<b>BASE REALLOCATION</b>	<b>PERFORMANCE FUNDING IMPACT</b>	<b>TOTAL OPERATING FUNDING</b>	<b>DOLLAR CHANGE</b>	<b>PERCENT CHANGE</b>
<b>FY16/FY17 Funding Based on Metric Values No Unit Adjustment</b>	\$44,146,854	\$0	\$3,148,300	\$47,294,354	\$3,148,300	7.1%
<b>FY16 PFF 7% 5% Base Reallocation 2% New Funding -27.2917% Per Unit Adjustment</b>	\$44,146,854	\$2,207,343	\$2,289,101	\$44,228,612	\$81,758	.02%
<b>FY16 PFF 7% 4% Base Reallocation 3% New Funding -26.5283% Per Unit Adjustment</b>	\$44,146,854	\$1,765,874	\$2,313,078	\$44,694,058	\$547,204	1.2%
<b>FY17 PFF 8% 6% Base Reallocation 2% New Funding -16.8876% Per Unit Adjustment</b>	\$44,146,854	\$2,648,811	\$2,616,653	\$44,114,696	-\$32,158	-0.1%
<b>FY17 PFF 8% 5% Base Reallocation 3% New Funding -16.0066% Per Unit Adjustment</b>	\$44,146,854	\$2,207,343	\$2,644,361	\$44,583,872	\$437,018	1.0%

**SUMMARY OF 2015-2017 PERFORMANCE METRICS FOR  
UNIVERSITY OF SOUTHERN INDIANA  
Based on Metric Values with No Unit Adjustments**

Fiscal Year 2016	Overall Degree Completion Metric – 3 Year Average Change		
CHE Value	\$8,000	\$4,000	\$2,000
	Bachelor	Master	Doctoral
PFF Impact	137	47	8
	\$1,096,000	\$188,000	\$16,000
Total Annual Allocation	\$1,300,000		

Fiscal Year 2016	At-Risk Degree Completion Metric – 3 Year Average Change	
CHE Value	\$6,000	
	Bachelor	
PFF Impact	109	
	\$654,000	
Total Annual Allocation	\$654,000	

Fiscal Year 2016	Student Persistence Metric – 3 Year Change	
CHE Value	\$800	\$1,500
	30 Credit Hours	60 Credit Hours
PFF Impact	86	83
	\$68,800	\$124,500
Total Annual Allocation	\$193,300	

Fiscal Year 2016	On-Time Degree Completion in Four Years – 3 Year Change	
CHE Value	\$23,000	
	4 Year	
PFF Impact	37	
	\$851,000	
Total Annual Allocation	\$851,000	

Fiscal Year 2016	USI Institution-Defined Metric	
CHE Value	\$2,000	
PFF Impact	Per 100 Undergraduate Resident FTE	75
Total Annual Allocation	\$150,000	

<b>Total PFF Impact</b>	<b>\$3,148,300</b>
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## **DEFINITIONS OF METRICS**

- **Overall Degree Completion:**
  - Calculates the change in degrees conferred over a three-year period rolling average (2008 through 2013; average of 2008-2010 versus 2011-2013)
  - For resident students only (no reciprocity)
  - Applies to bachelor, masters, and doctoral degrees conferred at four-year institutions
  
- **At-Risk Student Degree Completion:**
  - Calculates the change in degrees conferred over a three-year period rolling average (2008 through 2013; average of 2008-2010 versus 2011-2013)
  - For resident students only (no reciprocity)
  - Only those students who were eligible for Pell when they graduated from the institution
  - Applies to bachelor degrees conferred at four-year institutions
  
- **Student Persistence Incentive:**
  - Calculates the change in headcount over a three-year period rolling average (2008 through 2013; average of 2008-2010 versus 2011-2013)
  - Applies to all resident undergraduate students (no reciprocity)
  - Progress points include credit hours associated with dual credit and transfer credits; however, a student who transfers in credits must attain the credit hour threshold by earning additional credits at the reporting institution
  - For four-year non-research campuses, number of students who successfully complete 30 and 60 credit hours
  
- **On-Time Graduation Rates:**
  - Calculates the change over a three-year period rolling average (2008 through 2013; average of 2008-2010 versus 2011-2013)
  - Applies only to resident, undergraduate, first time, full-time students (no reciprocity)
  - Measures the graduation rate for institutions based on type of campus
  - For four-year institutions, the graduation rate achieved in four years
  
- **Institution-Defined Productivity Metric:**
  - New metric introduced for the 2013-2015 biennium was the Institution-Defined Performance Metric

- For 2015-2017 biennium, the Indiana Commission for Higher Education selected three metrics and each institution was asked to choose one metric to submit in its 2015-2017 Biennial Budget Request
- University of Southern Indiana chose the College Affordability Index (CAI) metric
- Index is an institution generated measure that includes changes in:
  - Indiana-resident undergraduate tuition and fees;
  - Institutional grant and scholarship aid to students;
  - Annual state operating appropriation; and
  - Number of resident undergraduate degrees awarded each year

**LINE ITEM APPROPRIATION REQUEST**

The University’s 2015-2017 Operating Budget Request includes two line item appropriation requests.

<b><u>Historic New Harmony</u></b>	<b><u>2015-2016 Request</u></b>	<b><u>2016-2017 Request</u></b>
<b><u>Base Appropriation</u></b>	<b>\$535,566</b>	<b>\$535,566</b>

Funding for the line item for Dual Credit was added as a new line item in the 2013-2015 biennium. The funding for Dual Credit is based on the credit hours earned in 2012-2013 for dual credit priority courses multiplied times \$50 per credit hour.

<b><u>Dual Credit</u></b>	<b><u>2015-2016 Request</u></b>	<b><u>2016-2017 Request</u></b>
<b><u>Base Appropriation</u></b>	<b>\$320,450</b>	<b>\$320,450</b>

The University requests continued funding of the line item appropriation for Historic New Harmony to support the preservation, education, and interpretive programs of this state and national treasure and for the increase in dual credit priority courses.

## **CAPITAL BUDGET REQUEST**

The University of Southern Indiana requests bonding authorization for two capital projects and funding of the General Repair and Rehabilitation and Infrastructure during the 2015-2017 biennium.

### **Multi-Institutional Academic Health Science/Research Center – USI           \$7,300,000**

The University of Southern Indiana, Ivy Tech Community College, Indiana University School of Medicine - Evansville, and the University of Evansville will jointly plan, occupy, and co-fund, with the City of Evansville, a two-building complex in downtown Evansville that will co-locate various health sciences programs operated by the participating schools with the medical school currently located on the campus of the University of Southern Indiana. The goal of the project is to facilitate inter-professional health sciences education and the joint training of related health professions. The project also is intended re-position the region to better compete in the recruitment and development of science-oriented and knowledge-based industries. Coupled with a related expansion of the number of medical resident training positions in the region, the project will foster the retention of trained medical professionals in the underserved Evansville area and the development of the city as a nexus for health care services. USI is requesting funding to construct 26,000 gross square feet in the facility that will be dedicated to several health-related degree programs.

### **Classroom Renovation/Expansion – Health Professions Center           \$8,000,000**

This project proposes the renovation and expansion of the 26,000 gross square feet of the third floor of the Health Professions Center that will be vacated when the Indiana University School of Medicine-Evansville moves to its new downtown Evansville facility planned by the City of Evansville. The project also encloses four corner balconies adjoining the existing space, to add another 4,000 gross square feet to the floor. The proposed use of the space is to expand nursing and health science related offerings of the University, which are operating at capacity, and to support and expand other academic programs.

### **General Repair and Rehabilitation and Infrastructure                       \$3,461,893**

The University requests 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 \$3,461,893 are planned for completion in the 2015-2017 biennium.

## **CONCLUSION**

The University of Southern Indiana requests support from the State of Indiana for its 2015-2017 Operating and Capital Improvement Budget Request.

Details of the operating budget request are included in the ***2015-2017 Operating Capital Improvement Budget Request*** and supporting narrative and budget schedules.

**Summary  
Construction Projects  
September 4, 2014**

**Projects Recently Completed**

**Student Housing Apartment Building Renovation 2014**

**Project Cost** \$ 650,000

Funding Source: Housing Reserves

**Robert D. Orr Center Classroom Renovation - Phase I**

**Project Cost** \$ 284,000

Funding Source: General Repair and Rehabilitation Appropriation

**Clarke Lane - Asphalt Repairs and Resurface**

**Project Cost** \$ 123,000

Funding Source: Transportation Reserves

**University Center - Sub Connection Renovation**

**Project Cost** \$ 120,000

Funding Source: Food Services Reserves

**Technology Center Air Handling Unit Replacement**

**Project Cost** \$ 250,000

Funding Source: Special Projects Reserves

**Projects Under Construction**

**Teaching Theatre**

**Project Cost** **\$ 17,250,000**

Funding Sources:

Bond Issue (Repaid with Student Fees)	\$ 13,000,000
Special Projects Reserves	\$ 2,250,000
USI Foundation	\$ 2,000,000

**Conference Center**

**Project Cost** **\$ 5,750,000**

Funding Source

Private Gifts	\$ 5,000,000
Auxiliary Systems Reserves	\$ 750,000

**Theatre Support Building**

**Project Cost** **\$ 1,500,000**

Funding Sources:

Teaching Theatre Project	\$ 750,000
Special Projects Reserves	\$ 750,000

**Science Center - Lower Level Renovation**

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

Funding Source: Legislative Appropriation - 2013

**Technology Center Renovation**

**Project Cost** **\$ 750,000**

Funding Source: Legislative Appropriation - 2013

**Parking Lot A, B, and C Landscape Improvements**

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

Funding Source: Landscape Reserves

**Projects in Design**

**PAC Renovation**

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

Funding Source: State Appropriation

**Visitor's Center**

**Project Cost** \$ 2,500,000

Funding Source: Private Gifts

**Energy Management System Upgrade**

**\$ 400,000**

**Project Cost**

Funding Source: General Repair and Rehabilitation Appropriation

**Science Center Suite 2206 Renovation for Disability Services**

**Project Cost** \$ 150,000

Funding Source: Special Projects Reserves