

THE UNIVERSITY OF NEW MEXICO
Regents' Finance and Facilities Committee
December 9, 2010 – Meeting Summary

Committee Members Present: Regent Don Chalmers; Regent Gene Gallegos; Regent Jamie Koch; Regent Raymond Sanchez; EVP and Provost Suzanne Ortega; EVP Paul Roth; Mr. Jerry Geist

Committee Members Absent: none

Non-voting Members Present: none

Other Attendees:

Martha Bedard, University Libraries; **Bruce Cherrin**, Purchasing; **Amy Cobum**, Lobo Development Corp.; **Andrew Cullen**, Planning, Budget & Analysis; **Maria Dion**, Capital Projects; **Bob Doran**, University Architect; **Rachel Felix**, Office of the EVP for Administration; **Bob Fondino**, Health Sciences Center; **Donald Godwin**, College of Pharmacy; **Carolyn Gonzales**, UNM Communication and Marketing; **Gil Gonzales**, Information Technology; **Helen Gonzales**, Human Resources; **Kathy Guimond**, UNM Police Department; **Dawn Gunter**, Residence Life and Student Housing; **David W. Harris**, EVP for Administration, COO and CFO; **Merle Kennedy**, Staff Council; **Mary Kenney**, Campus Planning and Development; **Lissa Knudsen**, GPSA; **Paul Krebs**, Athletics; **Ava Lovell**, Finance; **Tony Major**, UNM Gallup; **Lisa Marbury**, Institutional Support Services; **Cenissa Martinez**, Office of the EVP for Administration; **Steve McKernan**, UNM Hospital; **Susan McKinsey**, Communications & Marketing; **Kim Murphy**, Real Estate; **Tom Neale**, Real Estate; **Maria Probasco**, Parent Association; **Kallie Red-Horse**, Daily Lobo; **Harry Relkin**, P4 Advisors; **Mark Rogers**, American Campus Communities; **Tim Ross**, Faculty Senate; **Donna Smith**, Safety and Risk Services; **Vahid Staples**, Planning, Budget & Analysis; **Matt Stein**, American Campus Communities; **Carol Stephens**, Policy Office; **Wayne Sullivan**, Residence Life; **Michael Thorning**, ASUNM; **William Turner**, Capital Projects; **Chris Vallejos**, Institutional Support Services; **Ellen Wenzel**, Regents' Office; **Anne Yegge**, UNM Foundation

Regent Chalmers called the meeting to order at 9:01 a.m. in the Roberts Room at Scholes Hall.

COMMENTS:

Faculty Senate. Tim Ross, president-elect of Faculty Senate, stated his concern about the role of the University Architect in the student housing strategic plan.

Staff Council. Merle Kennedy stated his appreciation for support received by the administration concerning the ERB proposals.

ASUNM. Michael Thorning stated students' concern regarding additional parking in the student housing strategic plan had not been addressed.

GPSA. Lissa Knudsen informed the committee about a Legislative priority survey currently being conducted and that the GPSA is very concerned about student fees and funding priorities.

ACTION ITEMS:

- 1. Meeting Summary from October 26, 2010. Regent Gallegos moved to approve and Regent Koch seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**
- 2. Disposition of Surplus Property on list dated November 19, 2010.** Bruce Cherrin made the presentation. **Regent Gallegos moved to approve and EVP Ortega seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**
- 3. Approval of Contracts:**
 - 1) UNMH – Lawson Software.** Steve McKernan made the presentation. UNMH requested Regents' approval to replace the hospital's human research software. The current system is not capable of handling all transactions. The new software, which is the most used software among teaching hospitals in the U.S., will be used for clinical operations at the HSC. Acquisition cost is \$5.4 million and maintenance fees are approximately \$250,000-\$300,000 per year. Source of funding is from the UNMH Capital and Operating budgets. In response to Regent inquiry, Lawson was the lowest bidder. **Jerry Geist moved to approve and EVP Roth seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**
 - 2) UNMH – Cerner Corporation.** Steve McKernan made the presentation. Regents' approval was requested for a new addendum to UNMH's contract for electronic medical records to permit the purchase of software that will allow an electronic method for issuing patient prescriptions submitted to pharmacies. This method will replace paper prescriptions, prevent prescription fraud, and improve the process for issuing and tracking prescriptions. Total cost for a five-year contract is \$1.1 million, and source of funding is from the UNMH Capital and Operating Budget. **Jerry Geist moved to approve and EVP Ortega seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**
 - 3) Request for Approval to Use Construction Manager at Risk for Baseball Stadium Project.** Paul Krebs, Bob Doran and William Turner made the presentation. Athletics requested Regent approval to use the Construction Manager at risk process and an evaluation committee for the baseball stadium project. The process has proven to offer an improved integrated design, thorough procurement documentation and project delivery. In response to Regent inquiry, the evaluation committee includes Tim Cass, Bob Doran, and William Turner. Total estimated project budget is \$4 million, with \$2 million funded

from 2010 Severance Tax Bonds and \$2 million from the Athletic department development fund. In response to Regent inquiry, \$1 million in gifts has already been acquired in private donations, and the Athletic department has received pledges for the remaining amount. **Regent Koch moved to approve and Regent Gallegos seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**

4. Approval of:

- 1) Capital Project Approval for Clinical Neurosciences Core Renovation.** Vahid Staples made the presentation. Regent approval was requested to renovate 9,400 square feet on the second floor of Logan Hall on Main Campus. Improvements include: clinical neuroscience laboratories; transcranial stimulation laboratory; imaging and data analysis space; a library; and multi-use support spaces. These renovations will enhance research programs within the psychology department and create opportunities for collaboration across psychology areas and also with the Mind Institute on North Campus. Total estimated project budget is \$5.5 million; \$4.9 million is funded from the National Institutes of Health American Recovery and Reinvestment Act G20 Grant, and \$620,000 is funded from UNM Institutional Matching Funds. **EVP Ortega moved to approve and Regent Koch seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**
 - 2) Capital Project Approval for UNM Gallup Gurley Hall Backfill.** Vahid Staples made the presentation. Regent approval was requested to construct minor renovations to 30,000 sq. ft. at UNM Gallup Gurley Hall. Improvements include: new flooring, lighting, paint, new furniture, and realignment of some walls. This project provides new gathering and meeting spaces for students as well as advising, tutoring and support office spaces. The project complements the addition of the new technology center and classroom building and will enhance the student experience at the Gallup campus. Total estimated project budget is \$870,000, funded from 2009 McKinley County General Obligation Bonds. **Regent Gallegos moved to approve and Jerry Geist seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**
- 5. Approval of Student Housing Strategic Plan (American Campus Communities).** Kim Murphy, Bob Doran, Matt Stein, and Mark Rogers made the presentation. The strategic housing plan is a business document required by the master agreement with American Campus Communities (ACC). This plan provides strategic direction for the business relationship between ACC and UNM with respect to student housing. The strategic plan addresses housing objectives, supply and demand, product, support services and amenities, housing locations, and operational statements. The strategic housing plan establishes the phases of undergraduate housing on main campus, and includes a progressive approval process that will be approved separately in segments of three phases. The first approval phase is the preliminary materials stage that includes conceptual design and site issues; the second phase is the predevelopment services stage including project design, detail budget and schedule; the third and final phase includes the ground lease agreement. Each approval phase allows ACC to move forward into the next phase, but does not entitle ACC to move forward

with any construction or development projects until the final ground lease is negotiated, executed and approved by the Board of Regents. There is going to be ample opportunity next spring to participate in design issues, such as student parking. In response to Regent inquiry, the parking issues will be addressed in detail during the second phase. A draft management plan is being formulated and will be prepared by March 15. At that time, the plan will be reviewed by a joint ACC-UNM management committee for further review and comment. That plan will provide a guide toward some of the important provisions to incorporate into the ground lease as each individual phase moves forward. In response to Regent inquiry, part of the strategic plan not only addresses construction of new dorms but also renovation of existing dorms. In response to Regent inquiry, the architectural design will be consistent with University of New Mexico identity, and the design style will complement the existing aesthetic experience. **Regent Koch moved to approve and Regent Gallegos seconded. The motion passed by unanimous vote with a quorum of committee members present and voting.**

6. **Recommendations for Consent Agenda Items on full Board of Regents' Agenda.** Don Chalmers recommended items 2-4 to be placed on the Consent Agenda.

INFORMATION ITEMS:

7. **Contract Information:**

- 1) **Physics and Astronomy – Micro Systems Engineering.** Bruce Cherrin made the presentation.

8. **Outline for the Main Campus.** Andrew Cullen and Ava Lovell made the presentation

9. **Proposed HSC Reorganization.** Carol Stephens made the presentation.

EXECUTIVE SESSION:

- A. Vote to close the meeting and proceed into executive session.
- B. Discussion and determination where appropriate of limited personnel matters *pursuant to Section 10-15-1H (2), NMSA (1978).*
- C. Discussion and determination where appropriate of potential purchase, acquisition or disposal of real property *pursuant to Section 10-15-1 H (8), NMSA (1978).*
- D. Discussion and determination where appropriate of matters subject to attorney-client privilege pertaining to threatened litigation *pursuant to Section 10-15-1 H (7), NMSA (1978).*
- E. Vote to reopen the meeting.

- F. Certification that only those matters described in paragraphs B, C, and D above were discussed in executive session, and any matter discussed in executive session will, if necessary, be subsequently ratified in the open session of the public meeting.

Motion to re-open the public meeting. Paul Roth moved to approve and Regent Gallegos seconded. The motion passed by unanimous vote with a quorum of Committee members present and voting.

OPEN SESSION:

The meeting reopened and a motion was made to approve the Medical Staff appointments. Paul Roth moved to approve and Regent Gallegos seconded. The motion passed by unanimous vote with a quorum of Committee members present and voting.

Regent Chalmers moved to adjourn at 12:18 p.m., and Regent Koch seconded. The motion passed by unanimous vote with a quorum of Committee members present and voting.