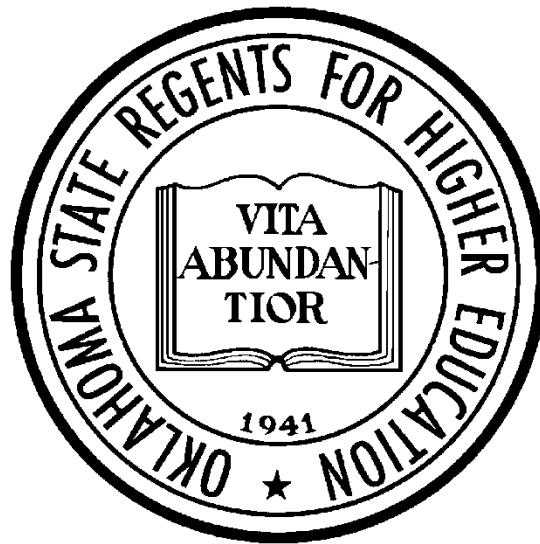


OKLAHOMA STATE REGENTS FOR HIGHER EDUCATION
655 Research Parkway, Oklahoma City

MINUTES

Seven Hundred Fifty-Third Meeting



October 17, 2013

OKLAHOMA STATE REGENTS FOR HIGHER EDUCATION
655 Research Parkway, Oklahoma City, Oklahoma

Minutes of the Seven Hundred Fifty-Third Meeting
October 17, 2013

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OKLAHOMA STATE REGENTS FOR HIGHER EDUCATION
Research Park, Oklahoma City

**Minutes of the Seven Hundred Fifty-Third Meeting
of the
Oklahoma State Regents for Higher Education
October 17, 2013**

1. **ANNOUNCEMENT OF FILING OF MEETING NOTICE AND POSTING OF THE AGENDA IN ACCORDANCE WITH THE OPEN MEETING ACT.** The Oklahoma State Regents for Higher Education held their regular meeting at 9 a.m. on Thursday, October 17, 2013, at the State Regents' offices in Oklahoma City, Oklahoma. Notice of the meeting had been filed with the Secretary of State on October 2, 2013. A copy of the agenda for the meeting had been posted in accordance with the Open Meeting Act.
2. **CALL TO ORDER.** Regent Harrel called the meeting to order and presided. Present for the meeting were State Regents Toney Stricklin, Ron White, Jay Helm, Jody Parker, Ann Holloway, Ike Glass, Jimmy Harrel, Mike Turpen, and John Massey.
3. **MINUTES OF THE PREVIOUS MEETINGS.** Regent Turpen made a motion, seconded by Regent White, to approve the minutes of the State Regents' Committee-of-the-Whole and the minutes of the State Regents' regular meeting on September 4, 2013, and September 5, 2013. Voting for the motion were Regents Helm, Parker, Holloway, Glass, Harrel, Turpen, Massey, White and Stricklin. Voting against the motion were none.
4. **Report of the Chairman.** No report.
5. **Report of the Chancellor.** Chancellor Johnson provided Regents with a summary of engagements that he attended on behalf of the State Regents and advised Regents of several upcoming events. He reported on a recent editorial that ran in "*The Oklahoman*" was in support of the Oklahoma's Promise Program. He also advised Regents of the of upcoming conferences with Complete College America and the Governor's Conference on America Works both of which he will be attending.

6. **NEW PROGRAMS.** Regent Glass made a motion, seconded by Regent Turpen, to approve the request from the University of Oklahoma to offer the Doctor of Philosophy in Planning, Design, and Construction. Voting for the motion were Regents Parker, White, Holloway, Glass, Harrel, Turpen, Massey, Stricklin, and Helm. Voting against the motion were none.
7. **OKLAHOMA'S PROMISE.** Regent Glass made a motion, seconded by Regent Parker, to approve Oklahoma's Promise's official funding estimate for FY2015:
Voting for the motion were Regents Glass, Harrel, Turpen, Massey, Stricklin, Helm, Parker, White and Holloway. Voting against the motion were none.
8. **POLICY.** Regent Stricklin made a motion, seconded by Regent Parker, to approve:
 - a. The request to continue the out-of-state student policy exception for the Oklahoma State University Center for Veterinary Health Sciences.
 - b. Posting of repeal of State Regents' policy.
 - c. Approval of revisions to the State Regents' policy for the Council on Information Technology.
 - d. Approval of investment policy change for asset allocation model.Voting for the motion were Regents Harrel, Turpen, Massey, Stricklin, Helm, Parker, White, Holloway and Glass. Voting against the motion were none.
9. **E&G BUDGET ALLOCATIONS.** Regent White made a motion, seconded by Regent Parker, to approve a grant to the University of Central Oklahoma to fund Research Day. Voting for the motion were Regents Turpen, Massey, Stricklin, Helm, Parker, White, Holloway, Glass and Harrel. Voting against the motion were none.
10. **MASTER LEASE PROGRAM.** Regent White made a motion, seconded by Regent Massey, to approve the listing of projects for submission to the Council of Bond Oversight of the 2013 REAL Property Master Lease Program. Voting for the motion were Regents Massey, Stricklin, Helm, Parker, White, Holloway, Glass, Harrel and Turpen. Voting against the motion were none.

11. **ENDOWMENT.** Regent Turpen made a motion, seconded by Regent Massey to approve the distribution of 4.5 percent of the June market value totaling \$23.2 million for the fiscal year 2013 and \$26.7 million for prior years carryover totaling approximately \$49.9 million for expenditure from eligible Endowment Trust Fund accounts and the corresponding account reports and schedules for the year ending June 2013. Voting for the motion were Regents Stricklin, Helm, Parker, White, Holloway, Glass, Harrel, Turpen and Massey. Voting against the motion were none.
12. **CONTRACTS AND PURCHASES.** Regent White made a motion, seconded by Regent Massey, to approve the following purchases for amounts in excess of \$100,000:
- Visual Image Advertising in the amount of \$197,500.00 for advertising for the Reach Higher Program including statewide advertising, two year institution's collaborative media buy and Northeastern State University in Tahlequah advertising buys.
 - Staplegun Design, Inc. in the amount of \$290,000.00 for a media campaign that is centered on increasing the awareness of and affinity for the Oklahoma Promise scholarship program.
 - Student Outreach Solutions Inc. in the amount of \$583,333.33 to provide student grace period and cohort management services on both Federal Direct and FFELP loans to certain state system schools and state technology schools with the most recently published 3-year cohort default rates pursuant to 34 C.F.R. 668.183(b) in excess of 10%, with the goal to reduce the cohort default rates for these schools.
 - Expenditure request from OneNet in the amount of \$220,000.00 to purchase a replacement uninterruptible power supply (UPS) system for the Oklahoma City data center.
 - Presidio in the amount of \$160,000.00 to purchase high-speed storage for Oklahoma City and Tulsa.

Voting for the motion were Regents Helm, Parker, White, Holloway, Glass, Harrel, Turpen, Massey and Stricklin. Voting against the motion were none.

- 13. AUDIT.** Regent White made a motion, seconded by Regent Parker to accept the independent auditor, Stanfield and O'Dell's, FY2012 annual audit reports for State Regents' operations and for the Oklahoma Guaranteed Student Loan Program. The complete reports from Stanfield and O'Dell are on file at the State Regents' office. Voting for the motion were Regents Parker, White, Holloway, Glass, Harrel, Turpen, Massey, Stricklin and Helm. Voting against the motion were none.
- 14. INVESTMENTS.** Regent Parker made a motion, seconded by Regent Holloway, to approve new investment managers Cedar Rock Capital and Oaktree US Senior Loan Fund. Voting for the motion were Regents White, Holloway, Glass, Harrel, Turpen, Massey, Stricklin, Helm and Parker. Voting against the motion were none.
- 15. COMMENDATIONS.** Regent Massey made a motion, seconded by Regent Glass, to recognize State Regents' staff for service and recognitions on state and national projects. Voting for the motion were Regents Holloway, Glass, Harrel, Turpen, Massey, Stricklin, Helm, Parker and White. Voting against the motion were none.
- 16. EXECUTIVE SESSION.** Mr. Robert Anthony, General Counsel for the Oklahoma State Regents for Higher Education, advised Regents that there was not a need to go into executive session.

17. **CONSENT DOCKET.** Regent Parker made a motion, seconded by Regent Massey, to approve the following consent docket items.

- a. Programs.
 - (1) Program Modifications. Approval of institutional requests.
 - (2) Suspensions. Ratification of institutional requests.
- b. Agency Operations. Approval of ratification of purchases over \$25,000.
- c. Non-Academic Degree. Approval of a request from the University of Central Oklahoma to award a posthumous degree.

Voting for the motion were Regents Glass, Harrel, Turpen, Massey, Stricklin, Helm, Parker, White and Holloway. Voting against the motion were none.

18. **REPORTS.** Regent Parker made a motion, seconded by Regent Massey, to approve the following reports:

- a. Programs. Status report on program requests. (Supplement)
- b. Annual Reports.
 - (1) Acceptance of the Academic Policy Exceptions Quarterly Report.
 - (2) 2012-2013 Annual Accreditation Report.
 - (3) Deleted item.
 - (4) Faculty Salary Report, FY2013.
 - (5) Preparing for College Mass Mailing.

Voting for the motion were Regents Harrel, Turpen, Massey, Stricklin, Helm, Parker, White, Holloway and Glass. Voting against the motion were none.

19. REPORT OF THE COMMITTEES.

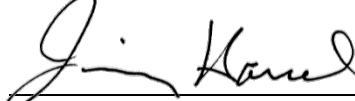
- a. Academic Affairs and Social Justice and Student Services Committees. The Academic Affairs and Social Justice and Student Services Committees had no additional action items.
- b. Budget and Audit Committee. The Budget and Audit Committee had no additional items for Regents' action.
- c. Strategic Planning and Personnel and Technology Committee. The Strategic Planning and Personnel and Technology Committee had no additional action items.
- d. Investment Committee. The Investment Committee had no additional items for Regents' action.

20. NEW BUSINESS. No new business was brought before the Regents.

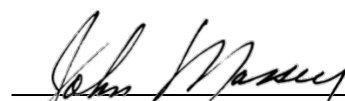
21. ANNOUNCEMENT OF NEXT REGULAR MEETING. Regent Harrel announced that a Special Budget meeting of the State Regents is scheduled for Thursday, November 7. The next regular meetings are scheduled to be held on Wednesday, December 4, 2013 at 10:30 a.m. and Thursday, December 5, 2013 at 9 a.m. at the State Regents' Office in Oklahoma City.

22. ADJOURNMENT. With no additional items to address, the meeting was adjourned.

ATTEST:



James D. Harrel, Chairman



John Massey, Secretary