

INDEX  
REGULAR BOARD MEETING  
September 12, 2014

		<u>Page</u>
1.	Call to Order and Roll Call	1
2.	Invocation and Pledge of Allegiance	1
3.	Oath of Office for New Board Member	2
4.	Election of the Chairman-Elect for 2014-15	2
5.	Oath of Office for the New Board Leadership	2
6.	Approval of the Minutes of the Board meeting held on June 20, 2014	3
7.	President's Report	3
8.	Personnel Actions Requiring Board Approval	3
9.	Reports from the Council of Staff Advisors and the Council of Faculty Advisors	4
10.	Reports to the Board	4
	A. <u>FY 2013-2014 4<sup>th</sup> Quarter Consolidated Investment Report (Written Report Only)-Available on LSU System Website</u>	
	B. <u>FY 2013-2014 4th Quarter Consolidated Financial Report (Written Report Only)-Available on LSU System Website</u>	
	C. <u>Report to Board of Supervisors on LSU System Bond Analysis</u>	
	D. <u>FY 2013-2014 3rd Quarter Internal Audit Summary Report (written report only)</u>	
11.	Approval of Consent Agenda Items	4
	A. Request from the LSUHSC-NO and LSUS for review and approval of Mission Statement	4
	B. Request approval from LSU-Eunice to broaden the original research areas of two Endowed Professorships funded by Train Derailment Endowments	5
	C. Request approval from LSU A&M to establish three Endowed Professorships: <ul style="list-style-type: none"> <li>• Arthur K. Barton Professorship in Mathematics in the College of Science</li> <li>• Doris Westmoreland Darden Professorship #6 in the Manship School of Mass Communication</li> <li>• U.J. LeGrange Endowed Professorship in Accounting #9 in the E.J. Ourso College of Business</li> </ul>	6

D.	Request approval from the LSUHSC-NO School of Dentistry to establish the Department of Diagnostic Sciences by consolidation of the existing Department of Oral Diagnosis/Medicine/Radiology and Department of Oral Pathology	6
E.	Request approval from LSU A&M for reauthorization of the LSU Hurricane Center	6
F.	Request from LSU A&M for conditional approval to establish the Professional Sales Institute	6
G.	Request from LSU A&M College to Name a lab in the College of Engineering the “ETEC Hydraulics and Water Distribution Lab”	6
H.	Request from LSU A&M College to Name the conference room in Howe Russell-Kniffen Hall the “Dr. Robert A. Muller Conference Room”	7
I.	Request by LSU Ag Center for Consent to Assignment by Halcon Energy Properties, Inc. to HK TMS, LLC of Oil, Gas & Mineral Lease from in East Feliciana Parish	7
J.	Request from LSU AgCenter to establish a restricted account for oil, gas, and mineral revenues	7
12.	Committee Reports	7
12A.	Health Care and Medical Education Committee	7
12A1.	Consideration of the response by Biomedical Research Foundation of Northwest Louisiana and BRF Hospital Holdings, LLC (relating to LSU Medical Center-Shreveport in Shreveport and E.A. Conway Medical Center in Monroe), to the University's demand letter dated August 18, 2014, with the committee's recommendations, if any, to the LSU Board.	8
12A2.	Update from Executive Vice President of Health Care and Medical Education Redesign	8
12A3.	Update from LSU Health Sciences Center New Orleans.	8

NOTICE: The LSU Board of Supervisors and its Health Care and Medical Education Committee may go into executive sessions pursuant to La. R.S. 42:17(A)(2) to discuss the LSU Board's relationship with Biomedical Research Foundation of North Louisiana and its subsidiaries ("BRF") under a cooperative endeavor agreement relating to hospitals in Shreveport and Monroe. By letter dated August 18, 2014, the LSU Board has made formal written demand on BRF for specific performance. The matters at issue may result in litigation.

12B.	Property and Facilities Committee	8
12B1.	Presentation to the Board of Supervisors on Huron Consulting Engagement	8
12B2.	Request from LSU A&M to Approve South Campus Purchase	8
12B3.	Request from the LSU Health Care Services Division for Approval to Lease Space from the Health Care Services Foundation	9
12B4.	Request from the LSU Health Care Services Division for Approval to Lease Ground Space (Lot) to the Capital Area Transit System (CATS) for a Transfer Hub	9
12B5.	Request for Approval of the 2015 Five-Year Capital Outlay Budget Request and First Year Prioritized Categories for the Louisiana State University System	9
12C.	Finance, Infrastructure, and Core Development Committee	10
12C1.	Consideration of the FY 2014-15 Operating Budget (Support materials for this item are available at <a href="http://www.lsusystem.edu/index.php/board-of-supervisors/minutes-agenda/">http://www.lsusystem.edu/index.php/board-of-supervisors/minutes-agenda/</a> )	10
12C2.	Request Delegation of Board Authority to the President for matters dealing with the Workforce and Innovation for a Stronger Economy Program and Fund	11
12C3.	<u>Request from LSU A&amp;M for final approval to issue Auxiliary Revenue Refunding Bonds, Series 2014 (Support materials for this item are available at <a href="http://www.lsusystem.edu/index.php/board-of-supervisors/minutes-agenda/">http://www.lsusystem.edu/index.php/board-of-supervisors/minutes-agenda/</a>)</u>	12
12C4.	Request from LSU A&M to establish the Quasi-Endowment of Gift Received from James M. Bernhard, Jr. Charitable Remainder Annuity Trust	12
12C5.	Request from LSU A&M for approval of revised University Pilot Procurement Code pursuant to high-level autonomies provided by the GRAD Act	13
12D.	Academic and Student Affairs, Achievement and Distinction Committee	13
12D1.	Update on Technology Transfer Matters and the LIFT <sup>2</sup> Fund and Program <i>(Leveraging Innovation for Technology Transfer)</i>	14
12D2.	Request from LSU A&M for Approval to Establish the Center of Research Excellence in Plant Biotechnology and Crop Development	14
12D3.	Request from LSU A&M for Approval to Establish the Department of Agricultural and Extension Education and Evaluation in the College of Agriculture	14
12E.	Athletic Committee	14
12E1.	Request from LSU A&M to approve amendments to the following Athletic contracts: a. Ms. Yolanda “Nikki” Caldwell, Head Coach, Women’s Basketball b. Ms. Elizabeth Torina, Head Coach, Women’s c. Joe Alleva, Athletic Director	14

Index – Regular Board Meeting  
September 12, 2014  
Page 4

12F.	Audit Committee	15
13.	Chairman’s Report	15
14.	Adjournment	15

## MINUTES

### REGULAR BOARD MEETING

September 12, 2014

1. Call to Order and Roll Call

Mr. Robert "Bobby" Yarborough, Chairman, called to order the Regular Meeting of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College in the System Building, Baton Rouge, Louisiana, on September 12, 2014 at 1:45 pm.

The secretary called the roll.

PRESENT

Mr. Robert "Bobby" Yarborough Chairman	Mrs. Ann D. Duplessis Chairman-Elect
Mr. Scott Ballard	Mr. R. Blake Chatelain
Mr. Garret "Hank" Danos	Mr. Stanley J. Jacobs
Mr. Lee Mallett	Mr. Rolfe McCollister
Mr. Raymond J. Lasseigne	Mr. Jim McCrery
Mr. James W. Moore, Jr.	Mr. Stephen Perry
Mr. Brandon Crain	

ABSENT

Mr. Ronnie R. Anderson	Mr. Scott Angelle
Mr. Jack E. Lawton, Jr.	

Also present for the meeting were the following: Dr. F. King Alexander, President and Chancellor; LSU System, Mr. Shelby McKenzie, Lead Counsel, LSU System officers and administrators from their respective campuses; faculty representatives; interested citizens and representatives of the news media.

Public Comments

There were no public comments at the Board Meeting.

During the Health Care and Medical Education Committee there was a public comment by Mr. Rodney Hubbers, CEO, University Health Systems, Shreveport. Mr. Hubbers had comments regarding Item #1 - Consideration of the response by Biomedical Research Foundation of Northwest Louisiana and BRF Hospital Holdings, LLC.

2. Invocation and Pledge of Allegiance

Chairman Yarborough recognized Dr. Dan Howard, Chancellor LSU Alexandria whose campus was represented at the meeting. Dr. Howard then introduced Dr. Haywood Joiner, Chair Allied Health, and Chair Business Administration who introduced the students and faculty member from LSU Alexandria.

The invocation was given by Jackson West, a senior Criminal Justice major with a minor in business. Mr. West has served the University in numerous roles as a student worker as well as a speaker on student panels.

Jeremy McGraw led the group in the Pledge of Allegiance. Mr. McGraw is a senior majoring in Biology and will be graduating in December 2014 with a BS in Biology and a minor in Chemistry.

Faculty Member, Melissa Whitley, an Assistant Professor and Radiologic Technology Program Coordinator spoke about her teaching experiences and opportunities at LSU Alexandria. Ms. Whitley is active in her profession serving on several committees at the state and national level.

3. Oath of Office for New Board Member

Mr. Jacobs administered the Oath of Office to Mr. Jim McCrery, newly appointed Board Member from Shreveport representing District 4.

4. Election of the Chairman-Elect for 2014-15

In accordance with the Bylaws and Regulations, an election was held for the Chairman-Elect for the 2014-2015 Academic Year.

Chairman Yarborough opened the floor for nominations. A motion was made by Mr. Danos to nominate Mr. Lasseigne, and seconded by Mr. Chatelain. The board voted unanimously to approve Mr. Lasseigne.

Mr. Lasseigne by Board acclamation was elected unanimously to the office of Chair-Elect of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College for the 2014-2015 Academic Year.

Ms. Ann Duplessis in accordance with the Bylaw and Regulations automatically became Chair of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College for the 2014-2015 Academic Year.

5. Oath of Office for the new Board Leadership

Mr. Danos administered the Oath of Office to Mrs. Ann Duplessis, Chair and administered the oath of office to Mr. Ray Lasseigne, Chair-Elect.

Mr. Yarborough passed the gavel to Ms. Duplessis, who took over as Chair. As Chair for the 2014-2015 Academic Year, Mrs. Duplessis presented the following resolution of appreciation, read by Mrs. Duplessis to Mr. Yarbrough.

**WHEREAS**, Mr. Bobby Yarborough was first appointed to the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College on June 25, 2010 and reappointed June 1, 2014; and

**WHEREAS**, Mr. Yarborough was selected as Chairman-Elect of the LSU Board of Supervisors at its regularly scheduled meeting held on March 16, 2012; and

**WHEREAS**, Mr. Yarborough assumed the Chairmanship of the LSU Board of Supervisors on September 6, 2013; and

**WHEREAS**, Mr. Yarborough has been an outstanding board leader, who has consistently displayed the attributes of dignity, intelligence, respectfulness, loyalty, collegiality, and patience during his tenure as Chairman; and

**WHEREAS**, Mr. Yarborough always maintains his impartiality and humility while dealing with the challenging issues facing the LSU University Administration; and

**WHEREAS**, Mr. Yarborough has been an effective advocate for educational excellence, fiscal responsibility, and performance accountability; an ardent supporter of all the LSU campuses; and a tireless and articulate ambassador for the policies and programs of LSU including his service on the New Orleans University Medical Center Management Corporation Board of Directors; and

**WHEREAS**, Mr. Yarborough, through his dedication to LSU has earned the respect and admiration of his fellow Board Members as well as the administrators, faculty, staff, students, and alumni during his tenure as Chairman of the LSU Board of Supervisors.

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College does hereby express its appreciation to Mr. Bobby Yarborough for his leadership and contributions to the advancement of LSU.

**BE IT FURTHER RESOLVED** that a copy of this resolution be presented to Mr. Yarborough as an expression of gratitude from this Board and that this resolution be entered into the permanent record of the LSU Board of Supervisors.

6. Approval of the Minutes of the Board Meeting held on June 20, 2014

Upon motion of Mr. Chatelain, seconded by Mr. Ballard the Board voted unanimously to approve the Minutes of the Regular Board Meeting held on June 20, 2014, in New Orleans, Louisiana.

7. President's Report

Dr. F. King Alexander, President, LSU System recognized:

Ms. Linda Bonin, new Vice President for Strategic Communication;

Provost Stuart Bell, Executive Vice Chancellor and Provost LSU A&M;

Suzanne, Marchand, Professor of History, and LSU Boyd Professor;

Dr. William Richardson, Vice President of Agriculture and Dean of the college of Agriculture;

Executive Director William Cefalu, Pennington Biomedical Research Center;

Chancellor Robert Barish, LSU Health Sciences Center Shreveport

Each provided recent activities, awards and contributions regarding their respective campuses.

8. Personnel Actions Requiring Board Approval

Shelby McKenzie, Lead Counsel, LSU System, advised that Board action was requested for approval of the Personal Actions with the notation that Mr. Chatelin abstained from voting due to one of the employees on the list was an extended family member. Mr. McKenzie stated the President's staff has reviewed actions and they were found to be in compliance with University regulations and were recommended for Board approval.

Upon motion of Mr. Ballard, seconded by Mr. Yarborough, the Board voted to approve the Personnel Actions as presented. **(Copy of Personnel Actions on file in the Office of the LSU Board of Supervisors of Louisiana State University)**

9. Reports from the Council of Staff Advisors and the Council of Faculty Advisors

Ms. Gena Doucet, from Pennington is representing the Council of Staff Advisors and Dr. Kevin Cope, President of the LSU Faculty Senate furnished informational reports.

10. Reports to the Board

Upon motion by Mr. Moore, and seconded by Mr. Danos, the Board voted unanimously to accept following reports:

10A. FY 2013-2014 4th Quarter Consolidated Investment Report (Written Report Only)-Available on LSU System Website

10B. FY 2013-2014 4th Quarter Consolidated Financial Report (Written Report Only)-Available on LSU System Website

10C. Report to Board of Supervisors on LSU System Bond Analysis

10D. FY 2013-2014 3rd Quarter Internal Audit Summary Report (written report only)

11. Approval of Consent Agenda Items

Chair Duplessis offered the following recommendation:

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College does hereby approve the Consent Agenda items as submitted.

A motion was made by Mr. McCollister and seconded by Mr. Jacobs to approve the Consent Agenda as well as the committee resolutions which were unanimously approved by the committees. The Board voted unanimously to approve the Consent Agenda and all committee resolutions.

11A. Request from the LSUHSC-NO and LSUS for review and approval of Mission Statement

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College approves the following Mission Statements for LSUHSC-NO and LSUS.

**Proposed LSUHSC-NO Mission Statement**

The mission of the Louisiana State University Health Sciences Center at New Orleans (LSUHSC-NO) is to provide education, research, and public service through direct patient care and community outreach. LSUHSC-NO comprises the Schools of Allied Health Professions, Dentistry, Graduate Studies, Medicine, Nursing, and Public Health.



LSUHSC-NO educational programs prepare students for careers as health care professionals and scientists. The Health Sciences Center disseminates and advances knowledge throughout State and national programs of basic and clinical research, resulting in publications, technology transfer, and related economic enhancements to meet the changing needs of the State of Louisiana and the nation.

LSUHSC-NO provides vital public service through direct patient care, including care of uninsured and indigent patients. Health care services are provided through LSUHSC-NO clinics in allied health, dentistry, medicine, nursing, and in numerous affiliated hospitals, and clinics throughout Louisiana.

LSUHSC-NO provides referral services, continuing education, and information relevant to the public health of the citizens of Louisiana. In addition, LSUHSC-NO works cooperatively with two Area Health Education Centers (AHECs), whose programs focus on improving the number and distribution of health care providers in underserved rural and urban areas of Louisiana and on supporting existing rural health care providers through continuing education programs.

#### **Proposed LSUS Mission Statement**

Louisiana State University in Shreveport is the public senior university serving the Shreveport/Bossier Metropolitan area and the Ark-La-Tex. The mission of LSUS is to:

- Serve as a teaching institution focused on the successful education of undergraduate and graduate students through bachelors, masters, and select doctoral programs;
- Provide a stimulating and supportive learning environment in which students, faculty and staff participate freely in the creation, acquisition and dissemination of knowledge;
- Encourage an atmosphere of intellectual excitement;
- Foster the academic and personal growth of students;
- Produce graduates who possess the intellectual resources and professional and personal skills that will enable them to be effective and productive members of an ever-changing global community; and
- Enhance the cultural, technological, social and economic development of the region through teaching, research and public service.

11B. Request approval from LSU-Eunice to broaden the original research areas of two Endowed Professorships funded by Train Derailment Endowments

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College approves the request to broaden and amend the original research areas of two Endowed Professorships funded by Train Derailment Endowments, subject to approval by the Louisiana Board of Regents.

11C. Request approval from LSU A&M to establish three Endowed Professorships:

- Arthur K. Barton Professorship in Mathematics in the College of Science
- Doris Westmoreland Darden Professorship #6 in the Manship School of Mass Communication
- U.J. LeGrange Endowed Professorship in Accounting #9 in the E.J. Ourso College of Business

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College hereby approves the establishment of the above mentioned Endowed Professorships at LSU, and

**BE IT FURTHER RESOLVED** that the Chairman of the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College and/or the President of the Louisiana State University System, as may be appropriate, are hereby authorized and directed to execute any documents required to obtain the matching gift and otherwise complete the establishment of the above named Professorships.

11D. Request approval from the LSUHSC-NO School of Dentistry to establish the Department of Diagnostic Sciences by consolidation of the existing Department of Oral Diagnosis/Medicine/Radiology and Department of Oral Pathology

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College approves the request to establish the Department of Diagnostic Sciences in the LSU Health Sciences Center in New Orleans School of Dentistry by realigning existing departments of Oral Diagnosis/Medicine/Radiology and Oral Pathology, subject to approval by the Louisiana Board of Regents.

11E. Request approval from LSU A&M for reauthorization of the LSU Hurricane Center

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University does hereby approve the request for reauthorization of the LSU Hurricane Center, subject to approval by the Board of Regents.

11F. Request from LSU A&M for conditional approval to establish the Professional Sales Institute

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University does hereby approve the request from LSU A&M for conditional one-year approval to establish the Professional Sales Institute, subject to approval by the Board of Regents.

11G. Request from LSU A&M College to Name a lab in the College of Engineering the “ETEC Hydraulics and Water Distribution Lab

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College does hereby approve the lab in the College of Engineering be named the “ETEC Hydraulics and Water Distribution Laboratory.

- 11H. Request from LSU A&M College to Name the conference room in Howe Russell-Kniffen Hall the “Dr. Robert A. Muller Conference Room”

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College does hereby approve the naming of name the Conference Room in Howe-Russell-Kniffen Hall the “Dr. Robert A. Muller Conference Room.

- 11I. Request by LSU Ag Center for Consent to Assignment by Halcon Energy Properties, Inc. to HK TMS, LLC of Oil, Gas & Mineral Lease from in East Feliciana Parish

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that F. King Alexander, President of the LSU System, or his designee, is authorized and empowered for and on behalf of the Board of Supervisors to execute a consent to assignment by and between the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College and Halcon Energy Properties, Inc. as assignor, and HK TMS, LLC, as assignee concerning the following described mineral lease:

A certain Oil, Gas and Mineral Lease dated December 14, 2011 containing 1,803.56 acres, more or less, situated in Sections 44, 46,69, 70 and 71, Township 3 South, Range 2 East; and Sections 42, 68 and 72, Township 3 South, Range 3 East, East Feliciana Parish, Louisiana. Being the State Agency Lease No. 20808 recorded under File Number 212002 of the Conveyance Records of East Feliciana Parish, Louisiana.

- 11J. Request from LSU AgCenter to establish a restricted account for oil, gas, and mineral revenues

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College does hereby approve a restricted account effective July 1, 2014 for the deposit of oil, gas, and mineral revenue collected by LSU AgCenter that is attributable to the revenue identified in the April 14, 1978 and July 28, 1978 minutes of the Board to be utilized in the same fashion as the restricted account for the Board of Supervisors and the System Administration for recurring and extraordinary expenses incident to the operation thereof.

12. Committee Reports

- 12A. Health Care and Medical Education Committee

Mr. Lasseigne, Chairman Health Care and Medical Education Committee reported one item for consideration and two (2) reports.

NOTICE: The LSU Board of Supervisors and its Health Care and Medical Education Committee may go into executive sessions pursuant to La. R.S. 42:17(A)(2) to discuss the LSU Board's relationship with Biomedical Research Foundation of North Louisiana and its subsidiaries ("BRF") under a cooperative endeavor agreement relating to hospitals in Shreveport and Monroe. By letter dated August 18, 2014, the LSU Board has made formal written demand on BRF for specific performance. The matters at issue may result in litigation.

- 12A1. Consideration of the response by Biomedical Research Foundation of Northwest Louisiana and BRF Hospital Holdings, LLC (relating to LSU Medical Center-Shreveport in Shreveport and E.A. Conway Medical Center in Monroe), to the University's demand letter dated August 18, 2014, with the committee's recommendations, if any, to the LSU Board

Mr. Lasseigne given proper notice asked for a motion to go into Executive Session to consider item one (1) on the agenda. A motion was made by Mrs. Duplessis, seconded by Mr. Ballard to go into Executive Session in the President's conference room.

After the Executive Session concluded, Mr. Lasseigne announced no action or recommendation was taken.

- 12A2. Update from Executive Vice President of Health Care and Medical Education Redesign

Dr. Frank Opelka gave a presentation on LSU Health.

- 12A3. Update from LSU Health Sciences Center New Orleans

Dr. Larry Hollier, Chancellor of the Health Sciences Center New Orleans gave an update report.

- 12B. Property and Facilities Committee

Mr. McCollister, Chairman of the Property and Facilities Committee, reported that the Committee received four (4) recommendations for consideration and one (1) presentation item for Board approval. It is the recommendation of the Committee that the recommendations receive Board approval.

- 12B1. Presentation to the Board of Supervisors on Huron Consulting Engagement

Mr. Steve Goldsmith, Huron Consulting gave a presentation on "Asset Optimization" Summary Report September 12, 2014.

- 12B2. Request from LSU A&M to Approve South Campus Purchase

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that F. King Alexander, in his capacity as President of Louisiana State University System, or his designee, is authorized on behalf of and in the name of the Board of Supervisors to approve and execute an Act of Sale and any related or ancillary contracts and agreements reasonably required to consummate the purchase from the LSU Property Foundation of approximately 20.05 acres of land designated as Tracts C-2-B-1-A, C-3-A-1-A and C-4-B-1-A of the Chatsworth Plantation, East Baton Rouge Parish, Louisiana, for the sum of \$2,025,084.00;

**BE IT FURTHER RESOLVED** that F. King Alexander, in his capacity as President of LSU, or his designee, is hereby authorized by and empowered for and on behalf of and in the name of the Board of Supervisors, in consultation with legal counsel, to include in the Act of Sale and any related or ancillary contracts and agreements any terms and conditions that he may deem in the best interest of the Board of Supervisors; and,

**BE IT FURTHER RESOLVED** that the Board, pursuant to the Uniform Affiliation Agreement between it and the LSU Property Foundation, finds an acceptable University purpose for the LSU Property Foundation to enter into this sale and any related or ancillary contracts and agreements.

12B3. Request from the LSU Health Care Services Division for Approval to Lease Space from the Health Care Services Foundation

**NOW THEREFORE, BE IT RESOLVED** By the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that Dr. F. King Alexander, President of the Louisiana State University System, or his designee is hereby authorized to execute a lease of approximately 7288 rentable square feet of space for the LSU Health Care Services Division at an annual rate of \$137,472 plus a one-time security deposit of \$11,539.33.

**BE IT FURTHER RESOLVED** That said Dr. F. King Alexander, President of the LSU System, or his designee, be authorized in consultation with general counsel, to include in such documents, any terms and conditions as he deems to be in the best interest of the Board of Supervisors.

12B4. Request from the LSU Health Care Services Division for Approval to Lease Ground Space (Lot) to the Capital Area Transit System (CATS) for a Transfer Hub

**NOW THEREFORE, BE IT RESOLVED** By the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that Dr. F. King Alexander, President of the Louisiana State University System, or his designee is hereby authorized to execute a lease of approximately a 2.412 acre lot to the Capital Regional Transit Authority for the development of a Transfer Hub at an annual rate of \$18.636.00.

**BE IT FURTHER RESOLVED** That said Dr. F. King Alexander, President of the LSU System, or his designee, be authorized in consultation with general counsel, to include in such documents, any terms and conditions as he deems to be in the best interest of the Board of Supervisors.

12B5. Request for Approval of the 2015 Five-Year Capital Outlay Budget Request and First Year Prioritized Categories for the Louisiana State University System

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College that the following list of projects to be submitted to the Division of Administration in accordance with the provisions of La. RS. 39:101 *et seq.* and first year prioritized project categories are approved and;

**BE IT FURTHER RESOLVED**, that F. King Alexander, LSU System President and Chancellor, be and he is hereby authorized to make adjustments as necessary in this request as circumstances dictate, including technical corrections, increasing or decreasing the amount requested for individual projects by not more than twenty percent (20%) of the amount approved in this resolution, combining or renaming projects and/or changing sources of funds and to add self-generated projects with individual project costs of less than \$1 million without further approval by the Board, provided, however, that such project additions be reported to the Board.

**BE IT FURTHER RESOLVED** that transactions included or referred to in the capital outlay request that otherwise require Board approval are not approved by inclusion in the capital outlay request per Article VII, Section 8, G.1 of the Bylaws.

12C. Finance, Infrastructure, and Core Development Committee

Mr. Ballard, Vice Chair of Finance, Infrastructure, and Core Development Committee, reported that the Committee received five (5) recommendations for consideration for Board approval. It is the recommendation of the Committee that the recommendations receive Board approval.

12C1. Consideration of the FY 2014-15 Operating Budget (Support materials for this item are available at <http://www.lsusystem.edu/index.php/board-of-supervisors/minutes-agenda/>)

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College does hereby approve the operating budget for the year ending June 30, 2015, including the planned budget for the technology fee, said budget providing:

- (a) Final approval and commitment authorization of funds for unrestricted educational and general, medical, and related expenses in the amount of \$1,105,938,196 for the campuses shown below.

LSUA&M  
LSU Agricultural Center LSU  
Alexandria  
LSU Eunice LSU  
Shreveport  
LSU Health Sciences Center, New Orleans  
LSU Health Sciences Center, Shreveport The  
LSU Paul M. Hebert Law Center  
LSU Pennington Biomedical Research Center  
The Hospital and Central Office of the LSU Health Care Services Division LSU  
Board of Supervisors and System Administration

- (b) Commitment authorizations for auxiliary enterprises, grants and contracts, and other restricted funds estimated to be \$1,106,907,783.
- (c) Transactions included or referred to in the operating budget that otherwise require Board approval are not approved by mere inclusion in the operating budget.

**BE IT FURTHER RESOLVED** that each campus and hospital shall prepare a quarterly financial report that is in accordance with a format approved by the President. The format of the report will include the following:

1. The transfer of funds from an academic to a non-academic area.
2. The transfer or significant failure to expend funds from any special programs approved by the Board or identified in the budget preparation narrative.
3. The transfer of funds from major budget categories to another when such transfer exceeds twenty percent (20%) of the smaller category.

4. Any significant changes in the budget that should be brought to the attention of the President and Board.
5. An explanation of any significant reduction in anticipated revenues.

Any subsequent modification to the reporting format will be approved by the President with notification to the Board.

12C2. Request delegation of Board authority to the President for matters dealing with the Workforce and Innovation for a Stronger Economy Program and Fund

**WHEREAS**, in accordance with Act 803 of the 2014 Regular Session of the Louisiana Legislature, entitled the Workforce and Innovation for a Stronger Economy, the LSU Board of Supervisors and its institutions are eligible to participate in the WISE program and fund which was created for the purpose of funding degree and certificate production and research priorities in high demand fields through programs offered by Louisiana's public postsecondary education institutions to meet the state's future workforce and innovation needs; and

**WHEREAS**, section I D (4) (a) of the Act provides that funding shall be distributed by the Board of Regents only upon receipt of certification by the postsecondary education management board on behalf of the receiving public postsecondary education institution that a match of no less than twenty percent of the amount of funding to be distributed has been guaranteed by a private entity;

**WHEREAS**, the distribution methodology, the statewide workforce demand and gap analysis and research priorities are still being vetted at the WISE Council and Board of Regents level and once approved, the system and institution will have limited time to proceed with its duties and responsibilities under the Act;

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College that the Board authorizes the President/Chancellor of LSU with notice to the Board to act on behalf of the Board in presenting the methodology and distribution of the system WISE allocation to the institutions of the System to the WISE Council, the Board of Regents, the Legislature or its committees as required, and hereby delegates all such authority necessary to accomplish such purposes.

**BE IT RESOLVED FURTHER RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College that the Board authorizes the President/Chancellor of LSU with notice to the Board to act on behalf of the Board in certifying on behalf of the receiving public postsecondary institution that a match of no less than twenty percent of the amount of funding to be distributed to the institution has been guaranteed by a private entity.

**BE IT FURTHER RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College that the Board authorizes the President/Chancellor of LSU with notice to the Board to act on behalf of the Board in reviewing and approving the institutional implementation plans and reports and any other matter dealing with Act 803 of the 2014 Legislative Session as he deems to be in the best interest of LSU; and

**BE IT FURTHER RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College does hereby approve a restricted account at the LSU Board and System Administration effective July 1, 2014 for the deposit of funds collected pursuant to the Workforce and Innovation for a Stronger Economy Program to facilitate the program over multiple fiscal years.

- 12C3. Request from LSU A&M for final approval to issue Auxiliary Revenue Refunding Bonds, Series 2014 (Support materials for this item are available at <http://www.lsusystem.edu/index.php/board-of-supervisors/minutes-agenda/>)

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College (the "Board") that:

SECTION 1. The Board has been advised that its Auxiliary Revenue Refunding Bonds, Series 2014 (the "Series 2014 Bonds") are expected to be issued in one or more series at a fixed rate of interest not to exceed 5% per annum and a term not to exceed 30 years, and the Board desires to authorize the issuance of the Series 2014 Bonds for the purposes of (i) advance refunding all or a portion of the Board's Auxiliary Revenue Bonds, Series 2006 (the "Prior Bonds"), (ii) funding a reserve fund or paying the premium for a reserve fund insurance policy or surety bond, if necessary, and (iii) paying the costs of issuance of the Bonds, including, but not limited to, the preparation of the hereinafter described Bond Resolution and the preparation and distribution of preliminary and final official statements, if any, related thereto, all for the benefit of Louisiana State University and Agricultural and Mechanical College (the "University").

SECTION 2. The Board does hereby approve and adopt the attached Seventeenth Supplemental Resolution (the "Seventeenth Supplemental Resolution") relating to the issuance of the Series 2014 Bonds in an aggregate principal amount not to exceed \$92,000,000, and does hereby authorize the execution and delivery by the Chairman or Chairman-Elect and the Secretary of the Board of the Seventeenth Supplemental Resolution and does hereby authorize said officers or an Authorized Board Representative (defined in the Seventeenth Supplemental Resolution as one or more, as required by law or by the Bond Resolution, the Chairman, the Chairman-Elect, the Secretary and each officer of the Board, the President of Louisiana State University and the Vice President for Finance and Administration/CFO of Louisiana State University or any other Person designated in writing to the Trustee by the Chairman or Chairman-Elect of the Board or designated by a resolution of the Board) to execute such documents or certificates as set forth in the Seventeenth Supplemental Resolution and such other documents or certificates necessary in connection with the issuance or the marketing of the Series 2014 Bonds and all other transactions incident thereto, with such changes and modifications which are deemed in the best interest of the Board by an Authorized Board Representative, including, without limitation, such changes as are required by the underwriters of the Series 2014 Bonds and by the pricing of the Series 2014 Bonds, and does hereby ratify all prior actions taken on its behalf by the Board and/or by University officials in furtherance of this transaction.

SECTION 3. The Board hereby authorizes the marketing, pricing and delivery of the Series 2014 Bonds; provided that the final terms of such Series 2014 Bonds shall meet the following conditions:

- (i) Principal Amount - Not to exceed \$92,000,000;
- (ii) Maturity - Not to exceed 30 years; and
- (iii) Net Interest Rate - Not to exceed a fixed rate of 5.0% per annum

- 12C4. Request from LSU A&M to establish the Quasi-Endowment of Gift Received from James M. Bernhard, Jr. Charitable Remainder Annuity Trust

**WHEREAS**, Louisiana State University and A&M College is a beneficiary of the James M. Bernhard, Jr. Charitable Remainder Annuity trust; and



**WHEREAS**, Reliance Trust, as trustee, has transferred approximately \$624,000 to the University in conjunction with the trust; and

**WHEREAS**, the University has requested that this gift be endowed such that only the earnings on the investments of the gift corpus will be available for expenditures; and

**WHEREAS**, the University has requested that such earnings will be used to provide additional support to the University's general scholarship fund in the form of earnings received on investment of the gift.

**NOW, THEREFORE, BE IT RESOLVED** by the Board of Supervisors of Louisiana State University and A&M College that the gifts received by the University of Approximately \$624,000 resulting from the James M. Bernhard, Jr. Charitable Remainder Annuity Trust be established as a quasi-endowment entitled "James M. Bernhard, Jr. Endowed Scholarship"; and

**BE IT FURTHER RESOLVED** that only the earnings on the investment of the gift corpus be available for expenditure; and

**BE IT FURTHER RESOLVED** that such earnings will be used to support the University's general scholarship fund.

12C5. Request from LSU A&M for approval of revised University Pilot Procurement Code pursuant to high-level autonomies provided by the GRAD Act

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural and Mechanical College hereby authorizes its President and Chancellor, Dr. F. King Alexander, to approve the exercise by the LSU A&M campus of the autonomy stipulated in R.S. 17:3139.5(5)(c)(i) under high level autonomies for procurement; and

**BE IT FURTHER RESOLVED** that the Board authorizes the President and Chancellor to submit the proposed University Pilot Procurement Code for further approvals required by law, including in it such terms and conditions as he, in consultation with System General Counsel and campus officials, deems to be in the best interests of LSU; and

**BE IT FURTHER RESOLVED** that the Board authorizes the President and Chancellor, in consultation with System General Counsel, to agree to any amendments, edits, or other changes to the proposed University Pilot Procurement Code as may be reasonably requested by the Division of Administration or the Joint Legislative Committee on the Budget prior to final approval by those entities; provided that if substantial changes are requested which would materially affect LSU's interests and the protection of the public trust as set forth in Section 301 of the present proposal, such changes shall be presented to this Board prior to implementation of the University Pilot Procurement Code.

12D. Academic and Student Affairs, Achievement and Distinction Committee

Mr. Perry, Chairman of Academic and Student Affairs, Achievement and Distinction Committee reported that the Committee received two (2) recommendations and one (1) update for consideration for Board approval. It is the recommendation of the Committee that the recommendations receive Board approval.

12D1. Update on Technology Transfer Matters and the LIFT<sup>2</sup> Fund and Program (*Leveraging Innovation for Technology Transfer*)

A copy of this report on file in the Office of the LSU Board of Supervisors of Louisiana State University. A copy posted with the meeting minutes on the LSU System website.

12D2. Request from LSU A&M for Approval to Establish the Center of Research Excellence in Plant Biotechnology and Crop Development

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University does hereby approve the request from LSU A&M to establish the Center of Research Excellence in Plant Biotechnology and Crop Development, subject to approval by the Board of Regents.

12D3. Request from LSU A&M for Approval to Establish the Department of Agricultural and Extension Education and Evaluation in the College of Agriculture

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University approves the request to realign the AgCenter's Organization Development and Evaluation unit and LSU's agriculture education program and faculty to create a single department in the College of Agriculture, subject to approval by the Board of Regents; and

**BE IT FURTHER RESOLVED** that the new department shall be named the Department of Agricultural and Extension Education and Evaluation.

12E. Athletic Committee

Mr. Chatelain, Chairman Athletic Committee, reported that the committee received three (3) requests for consideration. It is the recommendation of the Committee that the recommendations receive Board approval.

12E1. Request from LSU A&M to approve amendments to the following Athletic contracts:

- a. Ms. Yolanda "Nikki" Caldwell, Head Coach, Women's Basketball
- b. Ms. Elizabeth Torina, Head Coach, Women's Softball
- c. Joe Alleva, Athletic Director

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College authorizes Dr. F. King Alexander, President and Chancellor, or his designee, to sign contract amendments with Yolanda "Nikki" Caldwell and Elizabeth Torina, and to include in such amendments such terms and conditions as he, in consultation with the System General Counsel, deems to be in the best interests of LSU.

**NOW, THEREFORE, BE IT RESOLVED** that the Board of Supervisors of Louisiana State University and Agricultural & Mechanical College authorizes Dr. F. King Alexander, President and Chancellor, or his designee, to sign the third amendment of the contract with Athletic Director Joe Alleva, including such other provisions as he, in consultation with the University General Counsel, deems to be in the best interests of LSU.

12F. Audit Committee

The Audit Committee did not meet.

13. Chairman's Report

Chair Duplessis announced the next Board Meeting will be held in Baton Rouge on October 24 and new committee assignments will be sent to you.

14. Adjournment

There being no further business to come before the Board, the meeting was adjourned at 2:55 pm.

Kay Miller  
Administrative Secretary to the Board  
LSU Board of Supervisors



**Academic and Student Affairs Agenda Item #1**

***UPDATE ON TECHNOLOGY TRANSFER MATTERS AND  
THE LSU LIFT<sup>2</sup> FUND & PROGRAM***

**To: Members of the Board of Supervisors**

**Date: September 12, 2014**

**Status Report on Technology Transfer and the LSU LIFT<sup>2</sup> Fund & Program**

---

**1. Overview of Technology Transfer Transformation Activities**

Over the past year, the philosophy, regulations and structure of technology transfer across the LSU System have been fully transformed. This important research-related activity has been carefully evaluated by multiple entities and re-shaped into a more distributed and responsive system in support of both faculty innovation and economic development through commercial partnerships.

A brief timeline is presented below to illustrate the pace and scope of changes which have been implemented by staff at the system and at the campuses, in close consultation with faculty representatives and university leadership.

September, 2013	President's Committee on Technology Transfer (PCTT) launched
October, 2013	Board Bylaws revised, removing license agreements from significant board matters requiring Board approval
December, 2013	PCTT Report delivered, recommending: <ul style="list-style-type: none"> <li>• A new model for technology transfer at LSU in partnership with the LSU Research &amp; Technology Foundation</li> <li>• A new shared mission statement</li> <li>• A new proof-of-concept fund</li> </ul>
January, 2014	<ul style="list-style-type: none"> <li>• Board Regulations, Chapter VII on Intellectual Property, fully revised to clarify &amp; streamline policies.</li> <li>• Permanent Memoranda 16 and 64 rescinded</li> <li>• LSU LIFT<sup>2</sup> Fund created, funded with \$2 million in restricted funds, sustained with 5% of future licensing income</li> </ul>
March, 2014	LIFT <sup>2</sup> Implementation Committee formed to ensure faculty input into program rules

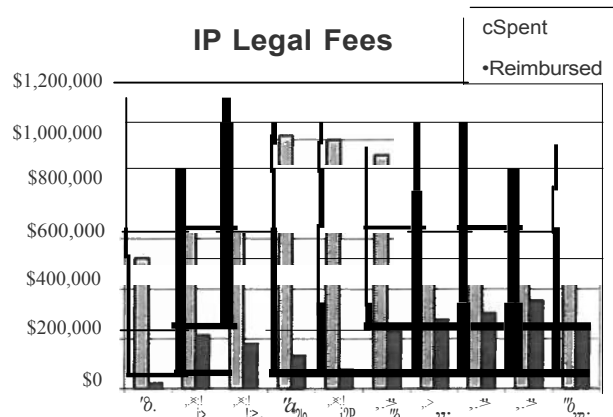
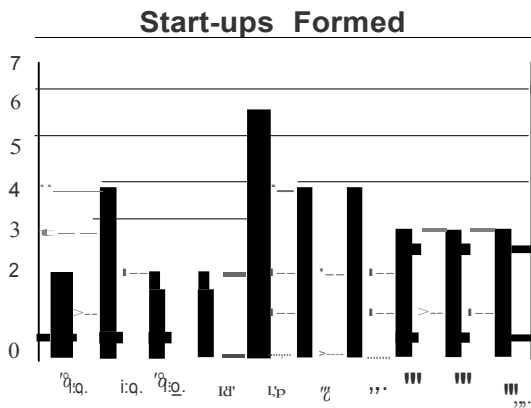
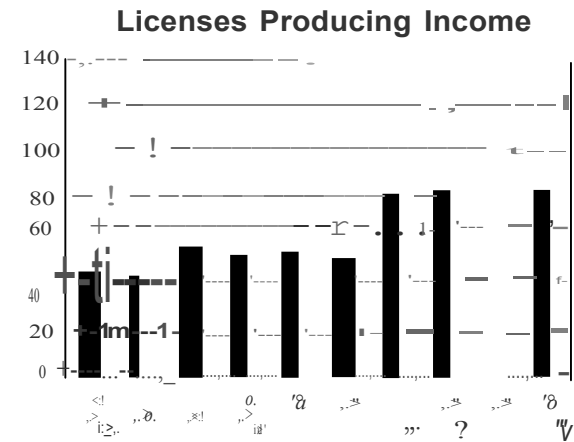
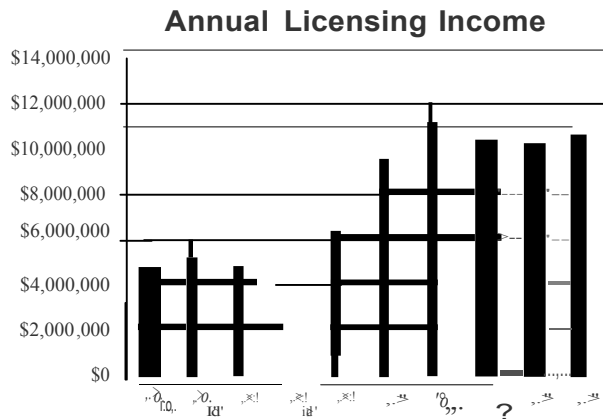
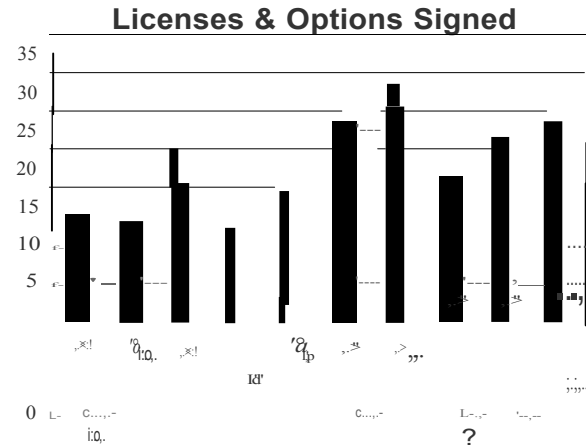
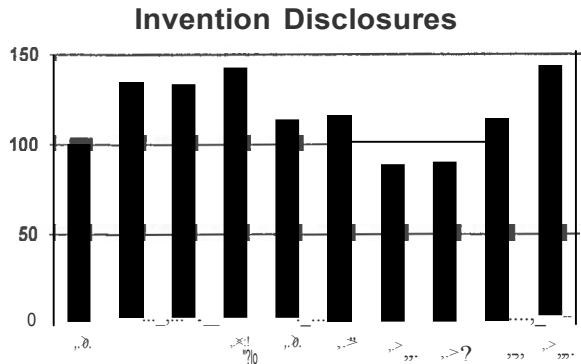
May, 2014	Pilot Request for Proposals (RFP) for LSU LIFT <sup>2</sup> grants released
July, 2014	First round of LSU LIFT <sup>2</sup> grants announced, awarding \$500,000 to 15 projects on 5 campuses (see Appendix I for more details)
July, 2014	<ul style="list-style-type: none"> <li>• New Partnership begins with the LSU Research &amp; Technology Foundation (RTF) for support of shared services related to technology transfer</li> <li>• Signature Authority for License Agreements delegated to Chancellors</li> <li>• RTF designated as LIFT<sup>2</sup> Program Manager and Custodian of all LSU System technology transfer records</li> </ul>
August, 2014	<ul style="list-style-type: none"> <li>• RTF hiring Legal Affairs Officer, expanding services to campuses</li> </ul>
November, 2014	<ul style="list-style-type: none"> <li>• Planned release of RFP for Pilot Round 2 of the LIFT<sup>2</sup> awards</li> </ul>
January, 2015	<ul style="list-style-type: none"> <li>• Planned announcement of the second group of LSU LIFT<sup>2</sup> grants awarded</li> </ul>

## 2. Technology Transfer & Commercialization

As a part of the transformation of technology transfer activities listed above, with the beginning of Fiscal Year 2014-15, the new delegated responsibilities of the five research campuses and the new partnership with the LSU Research & Technology Foundation (RTF) for the commercialization of LSU Intellectual Property have officially launched. In addition, the new fiscal year brings two new campus leaders of technology transfer (at LSU & PBRC) onto the team of experts leading this initiative in partnership across all LSU's campuses across the State.

In order to have an appropriate yardstick for measurement of success of the campuses and of the RTF in their respective technology-transfer roles, the following charts provide a baseline of ten years of activity in six key metrics. In Appendix II, specific campus-by-campus data on each of these metrics can be found.

# Consolidated LSU System Technology Transfer Metrics, FY2005-2014



## Appendix I

### Overview of Pilot LSU LIFT<sup>2</sup> Program

- The LSU Board of Supervisors approved the creation of the new LSU LIFT<sup>2</sup> Fund in January to *Leverage Innovation for Technology Transfer*. This program is designed to enhance commercialization by better preparing inventions for license to a commercial partner
- This fund is intended to support proof-of-concept research to advance innovation and commercialization at LSU. "Innovations" include both creative and artistic works as well as devices, drugs, software, and other more traditional 'inventions'. Innovations which already have been disclosed to a campus technology transfer office and which need further work to prove the concept are eligible for consideration
- 47 applications were received, indicating the tremendous interest in this program and the need for such proof of concept funding to support innovation and commercialization
- 15 grants were awarded after being scored by an external review panel on criteria related to primarily technical merit and commercial potential
- Results of the research from these first grants are expected within twelve months
- It is expected that some experiments to validate a proof-of-concept will fail. Such failures, however, should not be regarded as a failure of the LSU LIFT<sup>2</sup> Fund purpose. It is better to be "fast to failure" if a concept cannot demonstrate commercial potential, so that future research efforts and funding can be re-directed to projects with a higher likelihood of success.
- The next round of applications for LIFT<sup>2</sup> awards will open in November, for the semi-annual program. Applicants who were unsuccessful in this round will receive feedback and will be encouraged to apply again.
- The grants are distributed as follows across the campuses:
  - LSU A&M: 7 awards (16 applications)
  - Ag Center: 3 awards (12 applications)
  - PBRC: 1 award (7 applications)
  - HSCNO: 3 awards (10 applications)
  - HSCS: 1 award (2 applications)
- A brief list of each award follows on the next page.

Brief List of Awardees for Pilot LIFT<sup>2</sup> Grants

Campus	Faculty Principal Investigators	Brief Project Description	Award Amount
LSUA&M	Guang Jia, Kenneth Matthews & Wei-Hsung Wang	Development of an X-ray air purifier to reduce pollutants emitted from industrial chimneys	\$ 22,145
LSUA&M	Jin-Woo Choi	Development of a miniature, implantable, wireless neural stimulation device	\$ 27,457
LSUA&M	Konstantin Kousolas & Vladimir Chouliencko	Development and testing of a vaccine for prevention & treatment of genital herpes	\$ 47,161
LSUA&M	Michael Khansari	Prototype to determine the breaking point and remaining life of certain metallic components of rotating machines	\$ 43,700
LSUA&M	Shengimin Guo	Recycling of waste materials to produce high quality, low-cost components of composite materials for use in commercial, military and industrial applications	\$ 27,510
LSUA&M	Supratik Mukhopadhyay	Development of an automated system for video analysis and tracking to detect activities of interest and generate real-time alerts	\$ 21,888
LSUA&M	Varshni Singh	Prototype of microfabricated gratings to refine CT imaging and reduce patient radiation exposure	\$ 49,516
Ag Center	Jefferey Beasley	Enhancement of an irrigation and leaching-control system for container plant nurseries	\$ 20,504
Ag Center	Julie Anderson	Development of a new, cost-effective blue crab bait using local seafood industry waste	\$ 13,619
Ag Center	Todd Shupe, Richard Vlosky, & Jim Richardson	Reclaiming preservatives & recycling treated wood to produce raw materials for "green" spray-foam insulation	\$ 39,844
PBRC	Leanne Redman & Corby Martin	Software development to enhance a smartphone app for weight loss & management programs	\$ 49,500
LSUHSC-NO	Aaron Martin	Prototype and testing of a biodegradable urethral scaffold to treat children with urinary conditions	\$ 30,000
L5UHSC-NO	Daniel Kapusta	Testing of novel compounds to protect, prevent and treat kidney injury	\$ 30,000
LSUHSC-NO	Xiaoming Xu	Development of antimicrobial materials to reduce the chance of hospital infections from invasive medical devices	\$ 42,754
LSUHSC-S	Cherie-Ann Nathan	Development and testing of a novel chewing gum to prevent certain cancers	\$ 50,000
TOTAL AWARDED			\$ 515,598