

**Minutes of the
Business & Finance Committee Agenda
August 23, 2018**

The Business and Finance Committee was called to order at 10:29 AM by the Vice Chair, Regent Atwell. Roll was taken. Regents Whitburn and Grebe were absent. Regents Atwell, Delgado, Mueller, and Steil were present. Regent Hall arrived at 10:32 AM. The Business and Finance Committee had a quorum. At the commencement of the meeting, Regent Atwell asked if any members of the Committee had conflicts or potential conflicts. Regent Steil noted that for the duration of his candidacy for United States Congress, he would recuse himself from voting on all commercial contracts between third parties and the University of Wisconsin System to avoid any appearance of impropriety.

I.2.a. Approval of the Minutes of the June 7, 2018 Meeting of the Business and Finance Committee
Upon the motion of Regent Mueller and the second of Regent Delgado, the Committee approved the minutes of the June 7, 2018 meeting of the Business and Finance Committee.

I.2.b. UW System Shared Services – Framework and Strategy
UW System Vice President for Administration Rob Cramer and UW Colleges & UW Extension Vice Chancellor for Administration and Finance Steve Wildeck provided an overview of how the UW-Shared Services model is being developed under the auspices of the UW System's CORE initiative. The goal is further standardization, consolidation, and streamlining of administrative operations to reduce cost and improve results through greater efficiency and effectiveness. UW-Shared Services will serve as the pipeline for UW System comprehensive campuses and subscribers, UW- Madison and UW-Milwaukee, mobilizing operational scalable business services enhancing the university experience on campus and their communities.

I.2.c. Semi-Annual Status Report on Large/Vital Information Technology Projects as Required by s. 36.59(7), Wis Stats.
Upon the motion of Regent Delgado and the second of Regent Hall, the Committee approved the Semi-Annual Status Report on Large/Vital Information Technology Projects as Required by s. 36.59(7), Wis Stats. Vice President Cramer introduced the new UW System Associate Vice President for Learning and Information Technology and Chief Information Officer Steven Hopper, who presented a report on the status of twelve large IT projects underway in the UW System.

Listed below are the projects covered in the report:

- 1) UW-Madison Digital Learning Environment (Canvas)
- 2) UW-Madison Multi-factor authentication project
- 3) UW-Madison Student Information System (SIS) Upgrade
- 4) UW-Madison VoIP Conversion
- 5) UW-Stevens Point Student Information System (SIS)
- 6) UW System Budget, Planning and Forecasting System
- 7) UW System Digital Learning Environment
- 8) UW System Replacement of Interactive Reporting Tool (UWBI)
- 9) UW System Digital Record Migration related to the restructuring
- 10) UW System Student Information Systems Migration related to the restructuring
- 11) UW System Shared Financial System (SFS) Upgrade
- 12) UW System UWSA / UW Colleges / UW Extension VoIP Conversion

The projects are deemed to be on target with respect to schedule, scope and budget. Of note, the two VoIP projects are dependent on the vendor's ability to port existing phone numbers in a timely fashion; there is some minor concern with campus' ability to migrate existing reports to the new

Interactive Reporting Tool by the December 2018 target date; and the UW-Stevens Point SIS project is now on-track to close prior to the next report.

I.2.d UW System Contractual Agreement Extension – Fox World Travel

Upon the motion of Regent Mueller and the second of Regent Delgado, the Committee approved an additional one-year extension to an existing agreement with Fox World Travel for travel management and corporate self-booking services. UW System Vice President for Finance Sean Nelson addressed the Committee, as the UW System is in the process of replacing the recently retired Travel Director. Once hired, this new Director will oversee the development and execution of a Request for Proposals (RFP) process to rebid the contract for these services. The requested one-year extension, through June 30, 2020, would have the new Director in place to manage that process and allow UW System adequate time for an orderly transition to a new vendor should that become necessary.

I.2.e. UW-Milwaukee Contractual Agreement – Eaton Corporation

Upon the motion of Regent Mueller and the second of Regent Hall, the Committee approved a four-year Sponsored Research Agreement with Eaton Corporation. UW-Milwaukee Vice Chancellor for Finance and Administrative Affairs Robin Van Harpen addressed the Committee regarding the contract. The agreement involves work to develop a prototype distributed sensor network and analytics platform under a pass-through (sub-awardee) agreement through Eaton Corporation. The results of the project will be included in a report to the U.S. Air Force Civil Engineering Center. The institution is expected to receive \$1,293,947 for their efforts under the agreement. The work will be conducted in the UWM College of Engineering under the direction of Dr. Adel Nasiri.

I.2.f. UW-Madison Contractual Agreement – Learfield Communications

Upon the motion of Regent Mueller and the second of Regent Hall, the Committee approved a contract with Learfield for a potential seven-year term. UW-Madison Vice Chancellor for Administration and Finance Laurent Heller provided background with examples of previous marketing on campus, such as signage and product brand campaigns. The agreement would engage Learfield to assist with the identification and leveraging of corporate marketing partnerships for various non-athletic areas of the campus. The institution currently has a separate agreement with Learfield for Athletic Department sponsorships. The institution could receive over \$15M over a seven –year period under the agreement with annual guarantees ranging \$325K to \$500K.

I.2.g. UW-Madison Contractual Agreement – Deere and Company

Upon the motion of Regent Mueller and the second of Regent Delgado, the Committee approved a five-year Master Sponsored Research Agreement with Deere and Company. Vice Chancellor Heller touched on the utility of the master contracts streamlining the contracting process and UW-Madison’s long history of work with Deere and Company. The agreement will involve research on potential efficiency gains from the electrification of off-road powertrains. While total revenues to the institution are not fixed under the agreement, the University could potentially receive in excess of \$1,000,000 over the life of the agreement. The work will be performed in the College of Engineering under the direction of numerous College of Engineering researchers.

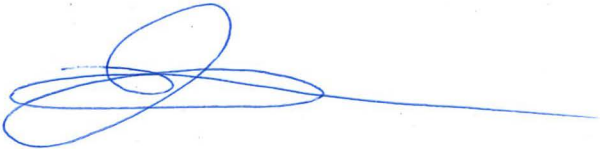
I.2.h. Approval of Salary Range Exceeding 75% of the President’s Salary – Dean of the School of Business at the University of Wisconsin – Madison

Upon the motion of Regent Delgado and the second of Regent Hall, with a no vote from Regent Steil, the Committee approved a salary range exceeding 75% of the UW System President’s salary. This would allow UW-Madison to recruit for a new Dean of the School of Business at a salary of up to \$500,000. UW-Madison Chancellor Rebecca Blank spoke to the Committee on the subject and how, by bringing the salary range in line with their peer institutions, UW-Madison can launch a more competitive search.

- I.2.i. Trust Funds Quarterly Investment Report from the State of Wisconsin Investment Board**
Vice President Nelson introduced Trish Reopelle and Mike Jacobs, Representatives from the State of Wisconsin Investment Board (SWIB). They gave detailed highlights of the Quarterly Investment Report. This was the first Quarterly investment review since SWIB took over management of these assets. Trust Fund assets at the end of the period totaled \$577M, with a total of \$420M in the Long Term (endowment) Fund and \$157M in the shorter-term Income Cash Fund. For the quarter ended June 30, 2018, the Long-Term Fund gained 0.60%, while the Income Cash Fund gained 0.45%.
- I.2.j. Quarterly Gifts, Grants, and Contracts Report – FY2018 (4th Quarter – Final)**
Vice President Nelson gave a summary of the gift, grant, and contract awards report for the period, July 1, 2017 through June 30, 2018. Total awards for the period were approximately \$1.529 billion, an increase of \$90.0 million compared to the prior year. Federal awards increased \$38.7 million while non-federal awards increased by \$51.3 million.
- I.2.k. Report of the Vice President(s)**
Vice President Rob Cramer addressed the Committee on the move to a UW System Vehicle Self-Insurance Program (first year savings are projected at \$140,000) from the previous state program and informed them UW-Madison has agreed to send their Workers Compensation claims to UW System for processing rather than continue it in-house.

The Business and Finance Committee adjourned at 11:59 AM.

Respectfully submitted,



Joyce E. Jackson
Recording Secretary