

**UW System Board of Regents
Meeting of the Business & Finance Committee
UW-Madison
Union South, Varsity Hall I
1308 W. Dayton Street, Madison, Wisconsin
February 6, 2020**

The Meeting of the Business and Finance Committee was called to order at 9:01 AM by the Chair, Regent Mueller. Roll was taken. Regents Mueller, Beightol, Atwell, Delgado, Jones, Lezvow, Peterson, and Tiedeman were present. The Chair asked the Recording Secretary to note Regent Lezvow would be exiting the meeting early. The Committee had a quorum. The Chair asked Committee Members to identify any conflicts of interest. Regent Jones recused himself from voting on Item H. Regent Lezvow recused herself from voting on Item J.

- A. Approval of the Minutes of the December 5, 2019 Meeting of the Business and Finance Committee**
Upon the motion of Regent Tiedeman and the second of Regent Jones, the Committee approved the minutes of the December 5, 2019 Business and Finance Committee meeting.
- B. UW-Madison Presentation: Transforming Administration and Finance at UW-Madison**
Laurent Heller, UW-Madison Vice Chancellor for Administration and Finance presented to the Committee on ways Finance and Administration supports the Wisconsin Idea and is improving employee engagement. Efforts, such as the Job Rotation Program, Title and Total Compensation, and the Administrative Transformation Program, highlight major works underway in core administrative infrastructure and services in human resources, finance, and information technology.
- C. Review and Approval of Semi-Annual UW System Technology Status Report on Large/Vital Information Technology Projects**
Upon the motion of Regent Jones and the second of Regent Lezvow, the Committee approved the Semi-Annual UW System Technology Status Report on Large/Vital Information Projects. Steven Hopper, UW System Associate Vice President and Chief Information Officer provided an overview of the report, which covers nineteen current projects across the UW System and its campuses. A detailed packet of information was provided to the Committee and Associate Vice President Hopper made himself available to answer any questions.
- D. Review and Approval of UW System Report on Strategic Plans for Major Information Technology Projects**
Upon the motion of Regent Atwell and the second of Regent Jones, the Committee approved the UW System Report on Strategic Plans for Major Information Technology Projects. Steven Hopper, UW System Associate Vice President and Chief Information Officer provided an overview of the report, including the development of a digital strategy framework and the establishment of the Enterprise Directions Council. Top strategic priorities include the Administrative Transformation Program (ATP), Core Information Security Infrastructure, Procure-to-Pay Automation Project (P2P), SysNet 2020 Network Upgrade, and Integration Platform as a Service (iPaasS). A detailed packet of information was provided to the

Committee and Associate Vice President Hopper made himself available to answer any questions.

E. Review and Approval of Proposed Nonresident Undergraduate and Graduate Tuition Increases

On the motion of Regent Atwell and the second of Regent Beightol, the Committee approved the Proposed Nonresident Undergraduate and Graduate Tuition Increases. Sean Nelson, UW System Vice President for Finance introduced the item, noting these changes would result in increases between 1% and 5% for various programs on five of the campuses. In particular, the discussion highlighted a change in the proposed credit plateau for UW-Milwaukee's Master's in Occupational and Communication Sciences and Disorders programs beginning in Fall 2021 that results in a 25% increase in the tuition rate. The increase would bring tuition in better alignment to program costs.

Regent Levzow exited the meeting at 9:47 AM. A quorum was maintained.

F. Review of Semi-Annual Report of Gifts, Grants and Contracts Increases

Vice President Nelson continued on to a review of the Semi-Annual Report of Gifts, Grants and Contracts (July 1, 2019-December 31, 2019). Total gifts, grants, and contracts were approximately \$885 million, a 6.1% increase of \$50.7 million from the prior year. Federal awards increased \$6.3 million, or 1.1%, while non-federal awards increased by \$44.5 million, or 15.4%. Vice President Nelson was available to answer any questions.

G. Approval of Guidelines for the Administration of the Wisconsin Merit Scholarship

On the motion of Regent Peterson and the second of Regent Tiedeman, the Committee approved Guidelines for the Administration of the Wisconsin Merit Scholarship. Vice President Nelson explained the funding for the scholarship is generated from interest income of the Normal School fund which remains after the first \$500,000 has been provided to specific designees. He outlined the basic requirements under statute: 1) scholarships are based on merit only; 2) scholarships are for students enrolled in an institution and who have graduated from high school in the state of Wisconsin; 3) scholarships are awarded based on performance on standardized college entrance exams, and, if applicable, cumulative high school grade point averages; and 4) scholarships are provided in the amount of \$5,000 for one year only.

In order to keep the meeting on schedule, all five of UW-Madison's contracts were introduced by Vice Chancellor Heller at once, without pause. Mr. Heller was available to address questions from Committee members. Regent Atwell made a motion to entertain the UW-Madison contracts, seconded by Regent Jones. Each item was voted on individually.

H. Approval of UW-Madison Sponsored Research Agreement with GlaxoSmithKline LLC

Regent Jones recused himself from the vote on this item. The Committee approved a UW-Madison Sponsored Research Agreement with GlaxoSmithKline LLC. The agreement, with the UW Carbone Cancer Center, under the direction of Dr. Natalie Callander, will provide early-stage evaluation of a new drug for the treatment of multiple myeloma from March 1, 2020 through completion of the study. In consideration, the university shall be paid \$1,331,030.80.

- I. Approval of a UW-Madison Fee for Service Agreement with International Business Sales and Services Corporation (IBSS)**
The Committee approved a UW-Madison Fee for Service Agreement with International Business Sales and Services Corporation (IBSS). This contract is for Phase II of an existing agreement with the Space Science and Engineering Center, who will transition to operation support for software they previously developed for the National Weather Service. In consideration the university shall receive \$287,617 for the initial term and an estimated total of \$2,051,290, if all option periods are executed. The initial agreement was dated December 10, 2019 through July 9, 2020, after which the term may be extended up to four years.
- J. Approval of UW-Madison Contractual Service Agreement with Madison Gas and Electric (MGE)**
The Committee approved the Contractual Service Agreement between UW-Madison and Madison Gas and Electric. Under this service agreement, UW-Madison subscribes to 10,00 kW of the O'Brien Solar Fields Project's capacity and obligates itself to purchase the associated energy for a period of thirty years. The cost of the energy is locked in at \$0.058/kWh, after an upfront payment of \$1,500,000 from UW-Madison. The university will receive credit for energy purchased under the rider, valued at UW-Madison's energy cost at the time of purchase, in addition to a credit for the demand offset by the Rider, fixed at \$0.230 for the duration of the agreement.
- K. Approval of a UW-Madison Fee for Service Agreement with Genetech Inc. (Pavilion)**
The Committee approved the Fee for Service Agreement between UW-Madison and Genetech Inc. (Pavilion). Under this fee for service agreement, an extension is granted from the date of signature on the agreement to December 31, 2023, where the UW Fundus Photograph Reading Center will evaluate retinal images of the eye and provide related services to assist Genetech in assessing the results of a clinical trial in patients with diabetic retinopathy. The university will receive an estimated \$1,574,998 over the duration of the agreement.
- L. Approval of a UW-Madison Fee for Service Agreement with Genetech Inc. (Pagoda)**
The Committee approved the Fee for Service Agreement between UW-Madison and Genetech Inc. (Pagoda). Under this fee for service agreement, from February 7, 2020 until December 31, 2023, the UW Fundus Reading Center will evaluate retinal images of the eye and provide related services to assist Genetech in assessing the results of a clinical trial in patients with diabetic macular edema. The university will receive an estimated \$3,174,527 over the duration of the agreement.
- M. Update on Title and Total Compensation Project**
Shenita Brokenburr, University of Wisconsin System Senior Associate Vice President and Chief Human Resource Office, Daniel Chanen, University of Wisconsin System Director of Benefits and Compensation, and Mark Walters, UW-Madison Associate Vice Chancellor in charge of Human Resources, provided an update on the Title and Total Compensation Project. Work continues on developing a library of up-to-date titles, completing benefits analyses, and designing compensation packages to attract and retain talent across the University of Wisconsin System.

At the suggestion of the Chair, the Committee agreed to bundle Item N. and Item O. under a single motion made by Regent Atwell and seconded by Regent Beightol. Separate votes were taken.

- N. Approval to Remove Regent Policy Document 30-1, “Student Publications”**
The Committee approved the removal of Regent Policy Document 30-1, “Student Publications” due to obsolescence.
- O. Approval to Amend Regent Policy Document 30-2, “Student Newspaper Disclaimer”**
The Committee approved the Amendment of Regent Policy Document 30-2, “Student Newspaper Disclaimer” to rename the policy “Student Press Publication Disclaimer” in order to update the policy to require the statement on other forms of student press, such as websites and other electronic publication mediums.
- P. Amendment of a New Regent Policy Document, “Contracts with Research Companies”**
On the motion of Regent Jones and the second of Regent Peterson, the Committee approved an Amendment of a New Regent Policy Document, “Contracts with Research Companies”. Robert Cramer, University of Wisconsin System Vice President for Administration introduced the amendment and made himself available to answer questions. The new document was approved by the Executive Committee on January 21st to provide immediate coverage on pending contacts on hold in response to Wis. Stat. § 946.13(12)(d), created by 2019 Act 36, which requires the Board to adopt a policy specifying the content for a management plan. The policy, with one amendment, clarifies the circumstances in which university employees who have a financial interest in a research contract must have a plan prepared to manage any potential conflicts of interest.
- Q. Report of the Vice President(s)**
Vice President Cramer provided a written update on various ongoing efforts, including a status update on the UW Colleges and UW-Extension Restructuring Project, the Administrative Transformation Project, travel and expense audit and approval transition to UW-Shared Services, and risk management. He was available to field any questions.

The meeting adjourned at 10:35 AM.

Respectfully submitted,



Joyce E. Jackson
Recording Secretary