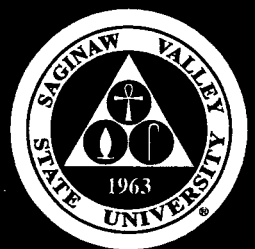


**SVSU.**

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**BOARD OF CONTROL**  
**MINUTES**

**JULY 27, 2007**



SAGINAW VALLEY STATE UNIVERSITY  
BOARD OF CONTROL  
JULY 27, 2007  
SPECIAL FORMAL SESSION  
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MINUTES  
BOARD OF CONTROL  
Special Formal Session

July 27, 2007

9:00 a.m.

Board of Control Room, Third Floor Wickes Hall

Present:       Abbs  
                  Braun  
                  Gilbertson  
                  Karu  
                  Law  
                  Sedrowski  
                  Wilson  
                  Yantz

Absent:         Gamez

Others

Present:       J. Boehm  
                  A. Brown  
                  K. Coscarelli  
                  A. Crossen  
                  C. Dorne  
                  E. Hamilton  
                  D. Huntley  
                  S. Lewitzke  
                  R. Maurovich  
                  J. Muladore  
                  K. Packard  
                  C. Ramet  
                  J. Stanghini  
                  J. Stanley  
                  G. Thompson  
                  M. Thorns  
                  M. Wafa  
                  C. Wilkins  
                  Press

I. CALL TO ORDER

Vice Chair Karu called the meeting to order at 9:01 a.m., with Trustees Abbs, Braun, Law, Wilson, and Yantz in attendance. He noted that a quorum was present.

Professor Gary Thompson, President of the Faculty Association, stated that anything that creates bad publicity for the University is unfortunate, but that the root of the situation regarding raising tuition is the Legislature's lack of funding for higher education.

II. ACTION ITEMS

1. Resolution to Approve New Members and Reappointments to the Saginaw Valley State University Board of Fellows

**RES-1747 It was moved and supported that the following resolution be adopted:**

**WHEREAS, The Saginaw Valley State University Board of Fellows shall consist of a minimum of twelve and a maximum of forty members who shall serve for four-year terms; and**

**WHEREAS, Janet M. Botz and David A. Pendleton have been recommended for appointment as new members; and**

**WHEREAS, Gary E. Bosco, JoAnn Crary, Gerald Dawkins, David M. Hall, Phillip L. List, P. David Saunders, Jeneé Velasquez, Ricardo Verdoni, and Curtis E. White have been recommended for reappointment to the Board of Fellows;**

**NOW, THEREFORE, BE IT RESOLVED, That the new members and the reappointed members serve on the Saginaw Valley State University Board of Fellows as stipulated in the organization's bylaws.**

President Gilbertson told the Board that the candidates for appointment and reappointment to the Board of Fellows were all very highly qualified.

The motion was APPROVED unanimously.

2. Resolution to Adopt General Fund Operating Budget for FY2008

**RES-1748 It was moved and supported that the following resolution be adopted:**

**WHEREAS, The Administration and Board of Control of the University have determined the level of General Fund expenditure allocations required for personnel, services, supplies and equipment to maintain the quality of instructional and support services provided to students:**

**NOW, THEREFORE, BE IT RESOLVED, That the attached General Fund Budget Summary which establishes the FY2008 operating budget be adopted; and**

**BE IT FURTHER RESOLVED, That the attached tuition and fee schedule of rates effective beginning with fiscal year 2008 fall semester also be adopted. (See Appendix One: Budget)**

James Muladore, Vice President for Administration and Business Affairs, reviewed the attached General Fund Budget Summary and the Recommended Tuition and Fees document, which includes a 12.9% increase for Michigan resident undergraduate students and a projected 1% increase in enrollment growth.

Mr. Muladore discussed the history of the State of Michigan's appropriations to the State's 15 public universities, noting that tuition and fees revenue at SVSU exceeded the State appropriation for the first time during Fiscal Year 2001, at which time the State appropriation per student was \$4,297. The estimated per-student appropriation for FY08 is \$3,268. SVSU is second from the bottom in State appropriations.

(Trustee Sedrowski joined the meeting at 9:12 a.m.)

Mr. Muladore concluded by reviewing the University's revenue and expenditure commitments for FY 2008.

President Gilbertson stated: "First, I appreciate the Board coming in for a Special Meeting. In the normal course of our annual cycle, we would be doing this in May. As you know, we delayed, hoping that there would be action on the State budget by this time. . . . That is not the case. . . . We

can't wait any longer to take action. . . . I appreciate the Board's work on this over the last several months. . . . I have also had numerous conversations with others. . . . and this comes to you as our best judgment for what is in the best interest of the institution.

"There are a couple of things to bear in mind. . . . The State's last action essentially cut our budget in May, the eleventh month of our fiscal year. I say that not to complain, but the fact is that we're dealing with a level of uncertainty and with no real clear sense as to where this is all going – or that we won't be in the same situation next May. When we're cut in May, there's no way to react, so essentially what happened was that the State took its deficit and shifted it over to the deficits of colleges, universities, cities, towns, etc. . . . We're looking at a basic leakage out of our budget of about 12%. . . . That being the case, we still have costs. We have a payroll to make, we have lights to turn on, and we simply can't command all of those costs to stop. We also anticipate an increase in the number of students we will serve in the upcoming year. So we bring this to you reluctantly and ask only that you understand that this action is being taken in that context.

"I think this Board has done very well with the management of the budget . . . and has taken every possible measure to keep its tuition the lowest in the State – and after this action it will still be the lowest in the State by a considerable margin."

Trustee Karu stated: "No one takes pleasure in increasing tuition. It is always painful, but looking at the numbers, it looks like we have no other option."

Trustee Sedrowski stated: "I'm the father of six children. Three have gone through college, one's going to be an incoming freshman at Saginaw Valley. The bottom line is that this Board has

to be accountable, it has to be responsible, and sometimes it has to do things it does not want to do. It can no longer wait on what's going on in Lansing. We'll do what we have to do, and I'm behind this."

Trustee Wilson added: "This is one of the hardest things that I feel that I have to do, but I sit on another Board, so I know what suffering is going on throughout the school districts. I know the K-12s are suffering . . . in the State of Michigan. I definitely encourage the students and the other persons in this room to write to their legislators. Some of their lack of action is basically so much irresponsibility, and it is just that they need to come to the table and do the right thing and take the time to do the right thing. . . . I feel that as a member of this Board of Control that I have no other choice but to support the President's recommendation."

President Gilbertson noted: "Nothing would please me more than to be able to come back to you with a budget modification at some point and mitigate this. I would love to be able to do that. I just can't predict that it will happen with any certainty at this point."

Trustee Law added: "One of my primary motivations on this Board has always been to keep the cost of education down and the quality up – to keep the value high. I have not been reluctant to vote against tuition in the past, but I felt then that we had another option. I do support this increase, and I do support this proposal, because I don't think we have any other options."

The motion was APPROVED unanimously.

### III. INFORMATION AND DISCUSSION ITEMS

There were no information or discussion items.

IV. ADJOURNMENT

3. Motion to Adjourn

BM-1060      **It was moved and supported that the meeting be adjourned.**

The motion was APPROVED unanimously.

The meeting was adjourned at 9:23 a.m.

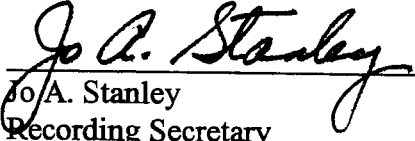
Respectfully submitted:

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K.P. Karunakaran  
Vice Chair

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Lawrence E. Sedrowski  
Secretary



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Jo A. Stanley  
Recording Secretary  
Secretary to the Board of Control



SAGINAW VALLEY STATE UNIVERSITY  
GENERAL FUND BUDGET SUMMARY  
FY2007-2008

	Modified FY 2007 Budget	FY 2008 Budget	Net Change	
<b>REVENUES</b>				
State Appropriation	\$28,052,000	\$25,427,000	(\$2,625,000)	-9.4%
Tuition and Fees	49,676,000	56,754,000	7,078,000	14.2%
Miscellaneous	2,075,000	2,625,000	550,000	21.0%
<b>Total Revenues</b>	<b>79,803,000</b>	<b>84,806,000</b>	<b>5,003,000</b>	<b>6.3%</b>
<b>EXPENDITURE ALLOCATIONS</b>				
Compensation	53,593,000	55,320,000	1,727,000	3.2%
Supplies, Materials & Services	21,611,000	24,272,000	2,661,000	12.3%
Capital Expenditures	4,599,000	5,214,000	615,000	13.4%
<b>Total Expenditures</b>	<b>79,803,000</b>	<b>84,806,000</b>	<b>5,003,000</b>	<b>6.3%</b>
<b>Revenue Over/(Under) Expenditures</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	

**SAGINAW VALLEY STATE UNIVERSITY  
RECOMMENDED TUITION AND FEES  
FY2007-2008**

**TUITION****FY2007-2008****MICHIGAN RESIDENTS:**

Undergraduate Courses	\$194.40/cr.hr.
Undergraduate - Professional Program Courses (a)	264.45/cr.hr.
Graduate Courses	344.35/cr.hr.

**NON-RESIDENTS:**

Undergraduate Courses	461.90/cr.hr.
Undergraduate - Professional Program Courses (a)	510.35/cr.hr.
Graduate Courses	660.55/cr.hr.

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(a) Upper division level courses in Business and Management,  
Computer Information Systems, Computer Science, Education,  
Engineering, Nursing and Occupational Therapy.

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Auditor

Tuition Rate

Credit by Examination

Tuition Rate

**MANDATORY FEES**

General Service Fee (b) 10.45/cr.hr.

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(b) Parking Facility Fee	\$1.60/cr.hr.
Student Association Fee	.60/cr.hr.
Program Board Fee	.25/cr.hr.
Publication Fee	.17/cr.hr.
Facility Debt Service Fee	7.50/cr.hr.
First Aid Facility Fee	.33/cr.hr.

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Technology Fee

3.75/cr.hr.

**OTHER FEES**

Academic Computing	45.00/course
Application	25.00
Application - International	70.00
Applied Music (plus tuition)	63.00 fall/125.00 winter
Athletic Season Pass (annual fee)	25.00
Credit Card Service Charge	As negotiated with third party provider
Diploma Cover Replacement	6.00
Diploma Replacement	5.00
Graduation	30.00
Hand Registration	30.00/transaction
Identification/Transaction Card Replacement	11.00
Late Payment Fee (c)	1.5% service charge

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(c) Late payment charges will be assessed a fee of 1.5% per month  
on past due amounts.

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Late Registration (first time registration during add/drop period)

150.00

Listener's Permit

85.00/course

**OTHER FEES (continued)****FY2007-2008**

Non-Sufficient Funds Fee (d)

\$30.00/transaction

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 (d) If charges involve course registration & campus housing, late payment fees may also apply.
 

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Nursing Fee - Baccalaureate	11.00/course
Nurse Practitioner - Practicum	50.00/cr.hr.
Occupational Therapy Program Fee	22.00/course
Off-Campus Course Fees:	
30 miles	16.50/cr.hr.
31-45 miles	27.00/cr.hr.
46-60 miles	41.50/cr.hr.
61 and over miles	51.00/cr.hr.
Macomb Program	67.00/cr.hr.
Distance Learning Courses	25.00/cr.hr.
Off-Campus Dual Enrollment Fee	10.50/cr.hr.
On-Line Course Fee	32.00/cr.hr.
Orientation - FTIC	55.00
Orientation - Transfer	20.00
Orientation - International	75.00
Student Teaching Fee	100.00
Study Abroad Fee	45.00
SVSU Cardinal Payment Plan Enrollment Fee	75.00/semester (effective FY09)
SVSU Cardinal Payment Plan Late Payment Fee	50.00
Red Cross Provider Fee	5.00
Transcript	5.00/official copy 1.00/student copy

**SPECIAL TUITION AND/OR FEE RATES**

Employee dependents and dependents of deceased employees (e)	1/2 tuition & mandatory fees
<hr/> (e) Employees who were qualified for fringe benefits at the time of employment. <hr/>	
English as a Second Language Program - Resident	194.40/unit & mandatory fees
English as a Second Language Program - Non-Resident	359.70/unit & mandatory fees