

Schedule
Fairmont State University Board of Governors
February 12, 2009

Falcon Center Board Room
Fairmont State University

- 12:30 p.m. Luncheon.....Room 301
- 1:00 p.m. President Search Committee Conference CallRoom 302
(only for President Search Committee Members)
- 1:30 p.m. Full Board Meeting.....Board Room

Fairmont State University Board of Governors
Meeting of February 12, 2009
Falcon Center Board Room
1:30 p.m.

AGENDA

Call to Order

1. Opening Comments
2. Last Call for Public Comment Sign-up
3. Approval of Minutes (December 11, 2008)

Tab 1 Action Item

Operations Reports

1. Faculty Senate Report (*Chuck Shields*)
2. Classified Staff Report (*Harriet Bower*)
3. Student Government Report (*Kelley Bronson*)
4. Foundation Report (*Jean Ahwesh*)
5. Alumni Association Report (*Devanna Corley*)
6. Athletic Association Report (*Rusty Elliott*)
7. President's Report (*Charles McClain*)
8. Chairman's Report (*Andy Kniceley*)

Committee of the Whole

1. Financial Report and Budget Update (*Rick Porto*)
2. Capital Project Update (*Rick Porto/Jim Decker*)
3. HEPC FY 2010 Capital Bond Project Priorities (*Rick Porto*)
4. Enrollment Update (*Rick Porto*)
5. Executive Summary of Institutional Compact (*Maria Rose*)
6. Report on Meeting with Legislators (*Sarah Hensley*)

Tab 2 FYI

Tab 3 FYI

Tab 4 FYI

Tab 5 FYI

Tab 6 FYI

Tab 7 FYI

Old Business

New Business

Public Comment

Possible Executive Session

_____ moved pursuant to 6-9A-4(b)2A of the WV Code that the Board shall go to into Executive Session to discuss personnel and personnel matters, which if discussed in public might adversely affect the reputation of any person.

Next meeting date is Thursday, March 12, 2009 in the Board Room – Falcon Center

Fairmont State University
BOARD OF GOVERNORS
MINUTES
December 11, 2008

1. Call to Order

A meeting of the Fairmont State University Board of Governors was held on December 11, 2008 beginning at 1:30 p.m. in the Board Room of the Falcon Center. Present at the meeting were Board Members: Galen Hansen, James Kettering, Robert Kittle, Andy Kniceley, Mark Pallotta, Shawn Ragsdale, Shirley Stanton, Skip Tarasuk, Donna Trickett and Ron Tucker. Those Board members not in attendance were: Janet Crescenzi and Rocco Muriale. Also in attendance were: FSU Interim President Charles J. McClain, Jean Ahwesh, Michael Belmear, Dale Bradley, Jim Decker, Sarah Hensley, Phil Mason, Rick Porto and Maria Rose.

2. Approval of Minutes

Robert Kittle moved the minutes of October 9, 2008 meeting be approved. Mark Pallotta seconded. Motion carried.

3. Operation Reports

- 1) Chuck Shields reported for Faculty Senate
- 2) Ann Lester reported for Classified Staff Council
- 3) Kelley Bronson reported for Student Government
- 4) Jean Ahwesh reported for Foundation
- 5) Devanna Corley reported for Alumni Association
- 6) Rusty Elliott reported for Athletic Association
- 7) Charles J. McClain gave the President's Report
- 8) Andy Kniceley gave the Chairman's Report

4. Committee of the Whole

- 1) Jim Kettering moved the Revised 2009 Capital Project be approved. Ron Tucker seconded. Motion carried.
- 2) Robert Kittle moved the Feaster Center Bid be approved. Shirley Stanton seconded. Motion carried.
- 3) Skip Tarasuk moved the next phase of the plan for the Folk Life Center be approved. Galen Hansen seconded. Motion carried.
- 4) Shirley Stanton moved the Memorandum of Understanding with the Foundation be approved. Jim Kettering seconded. Motion carried.

There being no further business, Robert Kittle moved the meeting be adjourned. Donna Trickett seconded. Motion carried.



Andy Kniceley, Chair

**Board of Governors
Financial Report
Fairmont State University
Unrestricted Fund
for the period as of January 27, 2009**

The projected effect on net assets at June 30, 2009 as of January 27, 2009 is \$-426,411.

This projection includes budget increases to the Fund Manager's Funds in the amount of \$532,585 in excess of the revenue budget plan for these funds. As a reminder, the Fund Managers are permitted to spend down the reserves by \$582,004.

The budget and accounting office have reviewed the student fee revenues compared to budget through the spring semester, interest earnings compared to budget, the effect of recently announced Utility Fee increases, and the other operating revenues compared to budget. The attached budget impact report reflects the immediate need to make decisions to reduce spending in fiscal year 2009. We propose both a hiring freeze (with exceptions approved only by the President) and an operating budget reduction to the Education and General Funds of \$250,000. With these actions the above projected effect on net assets would still be able to be achieved.

The attached report of budget issues for FY 2009 is the reason for the above recommendations.

Fairmont State University
Actual vs Budget Statement of Revenues and Expenses

Current Year 2009 January Current Unrestricted
LEVEL 2

		Budgeted Current Year	Actual Current Year	Actual to Budgeted Current Year
OPERATING REVENUES	Tuition & Fees	20,324,097.00	18,918,822.06	93.09
	Tuition and Fees Support Services Revenue	524,506.00	257,902.00	49.17
	Faculty Services Revenue	1,157,896.00	590,432.00	50.99
	Federal Grants and Contracts	0.00	0.00	-
	State/Local Grant and Contracts	0.00	0.00	-
	Private Grants and Contracts	0.00	0.00	-
	Auxiliary enterprises revenue	0.00	0.00	-
	Operating Costs Revenue	2,519,922.11	1,142,483.27	45.34
	Support Services Revenue	3,590,692.88	1,629,282.31	45.38
	Other Operating Revenue	419,686.00	230,227.72	15.99
Sub Total		28,536,799.99	22,769,149.36	79.79
OPERATING EXPENSES	Salaries	21,516,988.58	10,743,864.45	49.93
	Benefits	5,611,076.14	2,608,793.15	46.49
	OPEB Expense	0.00	55,429.60	
	Student Financial Aid-Scholarships	1,344,425.00	1,218,420.33	90.63
	Utilities	1,452,600.00	728,771.19	50.17
	Supplies and Other Services	7,344,924.36	3,562,406.01	48.50
	Equipment Expense	933,758.20	660,240.32	70.71
	Loan Cancellations and write-off	0.00	0.00	-
	Fees retained by the Commission	167,829.00	83,914.50	50.00
	Assessment for Faculty Services	1,566,798.00	788,645.00	50.33
	Assessment for Support Services	218,557.90	85,013.66	38.90
	Assessment for Tuition, Aux. & Capital Costs	2,884,959.00	1,415,424.00	49.06
	Assessment for Operating Costs	239,418.88	122,070.93	50.99
Sub Total		43,281,335.06	22,072,993.14	51.00
NONOPERATING REVENUES (EXPENSES)	State Appropriations	13,769,754.00	9,225,735.00	67.00
	Gifts	25,000.00	25,000.00	100.00
	Investment Income	458,998.00	102,699.50	22.37
	Interest on capital asset related debt	0.00	0.00	-
Sub Total:		14,253,752.00	9,353,434.50	65.62
EXCLUDE OPERATING	Exclude - Assets	(641,406.00)	(70,058.30)	10.92
	Exclude - Construction	0.00	(238.50)	-
	Exclude - Transfers for Debt Service	0.00	0.00	-
	Exclude - Transfers for Fin Aid Match	(170,107.00)	(170,107.00)	100.00
	Exclude - Indirect Cost Recoveries	778,907.08	286,291.84	36.76
	Exclude - Transfers for Capital Projects	96,978.00	96,978.00	100.00
	Exclude - Transfers - Other	0.00	0.00	-
Sub Total:		64,372.08	142,866.04	221.94
OPERATING LOSS WITHOUT STATE APPROPRIATIONS		(14,744,535.07)	696,156.22	(4.72)
Projected effect on Net Assets at June 30 (Includes \$532,585 spend down of fund manager funds)		(426,410.99)	10,192,456.76	(2,390.29)
NET ASSETS - Beginning of Year		6,045,284.27		
PROJECTED NET ASSETS - End of Year		5,618,873.28		

NOTE: At the October 9, 2008 meeting, the Board of Governors approved a spend down plan of \$582,004 of fund manager net assets. This includes \$132,004 of indirect cost budget carried forward from fiscal year 2008 and \$450,000 of course fee net assets.

Budget Issues for FY 2009	
Explanation of Budget Issue	University
2009 Budget Balance (As of 01/27/09)	(\$426,410.99)
Revenue Adjustments:	
Fees	(48,219.00)
Interest Earnings Adjustment	(192,832.00)
Total Revenue	(241,051.00)
Utility Fee Increase (Decrease)	
Natural Gas	10,767.02
Electric	19,134.46
Water & Sewage	(20,918.44)
Other	0.35
-Chargeback Revenue	(2,832.46)
-Chargeback Expense	0.00
C&TC Respiratory Therapy Budget Increase	0.00
-Chargeback Revenue	0.00
-Chargeback Expense	1,279.42
Total Expense	7,430.35
FY 2009 Budget After Adjustments	(\$674,892.34)
Budget Reductions To Be Taken	250,000.00
Fy 2009 Budget Balance After Reductions	(\$424,892.34)

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**Board of Governors
Financial Report
Fairmont State University
Auxiliary Fund
for the period as of January 27, 2009**

The Auxiliary Fund projected effect on net assets at June 30, 2009 is \$0.00 with a planned transfer to plant reserves of \$652,740.

The student fee compared to budget through the spring semester as well as the recently announced utility fee increases will require adjustment to the 2009 budget. The attached budget impact report provides the changes to the Auxiliary Fund 2009 budget to be completed.

FSU Auxiliary Support
Actual vs Budget Statement of Revenues and Expenses

Current Year 2009 January Auxiliary
Auxiliary - Bd. Of Governors

		Budgeted Current Year	Actual Current Year	Actual to Budgeted Current Year
OPERATING REVENUES	Tuition and Fees	0.00	-869.29	-
	Tuition and Fees Support Services Revenue	0.00	0.00	-
	Auxiliary enterprises revenue	7,882,678.94	7,503,024.26	95.18
	Auxiliary Support Services Revenue	4,761,817.00	2,350,444.00	49.36
	Other Operating Revenue	302,588.60	142,926.54	47.23
Sub Total		12,947,084.54	9,995,525.51	77.20
OPERATING EXPENSES	Salaries	1,951,985.00	1,019,671.57	52.24
	Benefits	576,512.72	209,679.04	36.37
	OPEB Expense	0.00	3,523.14	
	Student Financial Aid-Scholarships	450,400.00	329,163.50	73.08
	Utilities	729,920.00	296,732.89	40.65
	Supplies and Other Services	4,819,388.90	3,588,315.74	74.46
	Equipment Expense	82,407.00	54,645.09	66.31
	Loan Cancellations and write-off	1,131.00	0.00	-
	Assessment for Support Services	0.00	0.00	
Sub Total		8,611,744.62	5,501,730.97	63.89
NONOPERATING REVENUES (EXPENSES)	Investment Income	0.00	0.00	-
	Interest on capital asset related debt	-100,472.60	-50,236.30	50.00
Sub Total:		-100,472.60	-50,236.30	50.00
EXCLUDE OPERATING	Exclude - Assets	-28,500.00	-7,210.00	25.30
	Exclude - Construction	0.00	0.00	-
	Exclude - Transfers for Debt Service	-3,550,202.00	-1,756,566.36	49.48
	Exclude - Transfers for Fin Aid Match	-3,425.00	-3,425.00	100.00
	Exclude - Transfers to Plant Reserves	-652,740.32	0.00	-
	Exclude - Transfers for Scholarships	0.00	0.00	
	Exclude - Transfers - Other	0.00	0.00	
Sub Total:		-4,234,867.32	-1,767,201.36	41.73
OPERATING INCOME/LOSS		4,335,339.92	4,493,794.54	103.65
Projected effect on Net Assets at June 30		0.00	2,676,356.88	0.00
NET ASSETS - Beginning of Year		397,383.00		
PROJECTED NET ASSETS - End of Year		397,383.00		

Budget Issues for FY 2009					
Explanation of Budget Issue	Auxiliary	Housing	Facilities	Falcon Center	Athletics
2009 Budget Balance (As of 01/27/09)	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Revenue Adjustments:					
Fees	35,879.00	0.00	10,130.00	14,412.00	11,337.00
Interest Earnings Adjustment	0.00	0.00	0.00	0.00	0.00
Other Revenue -Nursing Hospital Agreements	0.00	0.00	0.00	0.00	0.00
Total Revenue	35,879.00	0.00	10,130.00	14,412.00	11,337.00
Utility Fee Increase (Decrease)					
Natural Gas	(5,517.41)	(7,650.55)	0.00	2,133.14	0.00
Electric	(27,647.68)	(32,945.41)	0.00	5,297.73	0.00
Water & Sewage	11,397.61	11,605.06	0.00	(207.45)	0.00
Other	(4,102.47)	(4,102.96)	0.00	0.49	0.00
-Chargeback Revenue	0.00	0.00	0.00	0.00	0.00
-Chargeback Expense	0.00	0.00	0.00	0.00	0.00
C&TC Respiratory Therapy Budget Increase					
-Chargeback Revenue	0.00	0.00	0.00	0.00	0.00
-Chargeback Expense	0.00	0.00	0.00	0.00	0.00
Total Expense	(25,869.95)	(33,093.86)	0.00	7,223.91	0.00
FY 2009 Budget After Adjustments	\$61,748.95	\$33,093.86	\$10,130.00	\$7,188.09	\$11,337.00

This additional improvement to the budget will increase the amount of funds available for the transfer to plant.

**Board of Governors
Financial Report
Fairmont State University
Restricted Fund
For the period as of January 20, 2009**

Revenues:

Revenues did not change	\$0.00
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Expenditures:

Expenditures did not change	\$0.00
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The budget balance of \$-696,295.28 is covered by the restricted fund cash balance of \$722,543.34 on June 30, 2008.

Fairmont State University
Actual vs Budget Statement of Revenues and Expenses

Current Year 2009 Prior Year 2008 January Current Restricted

LEVEL 2

		Budgeted Current Year	Actual Current Year	Actual to Budgeted Current Year
OPERATING REVENUES	Federal Grants and Contracts	33,467,541.76	14,488,196.22	43.29%
	State/Local Grants and Contracts	6,579,992.74	2,950,488.77	44.84%
	Private Grants and Contracts	3,374,783.79	1,155,817.40	34.25%
	Other Operating Revenue	835.00	0.00	0.00%
Sub Total		43,423,153.29	18,594,502.39	42.82%
OPERATING EXPENSES	Salaries	2,209,891.07	849,431.42	38.44%
	Benefits	403,937.44	155,981.42	38.62%
	Student Financial Aid-Scholarships	33,396,417.00	15,977,437.18	47.84%
	Utilities	19,082.00	2,723.60	14.27%
	Supplies and Other Services	5,420,722.60	704,581.06	13.00%
	Equipment Expense	1,940,314.44	788,033.67	40.61%
	Assessment for Support Services	0.00	0.00	0.00%
Sub Total		43,390,364.55	18,478,188.35	42.59%
NONOPERATING REVENUES (EXPENSES)	Investment Income	0.00	0.00	
Sub Total:		0.00	0.00	0.00%
EXCLUDE OPERATING	Exclude - Assets	-68,805.00	-19,989.99	29.05%
	Exclude - Transfers for Fin Aid Match	118,644.00	73,570.40	62.01%
	Exclude - Indirect Cost Recoveries	-778,907.03	-286,261.08	36.75%
	Exclude - Transfers - Other	0.00	0.00	0.00%
Sub Total:		-729,068.03	-232,680.67	31.91%
OPERATING INCOME/LOSS		32,788.74	116,314.04	354.74%
BALANCE -Projected effect on Net Assets at June 30		-696,279.29	-116,366.63	16.71%
NET ASSETS - Beginning of Year**		722,543.34		
PROJECTED NET ASSETS- End of Year		26,264.05		

**Net Assets adjusted for year end audit entries not budgeted

Fairmont State University Board of Governors
February 12, 2009

ITEM: Capital Project Update
COMMITTEE: Committee of the Whole
RECOMMENDED RESOLUTION: *Informational Item*
STAFF MEMBERS: Jim Decker
BACKGROUND:

This is the most recent update on the status of capital projects.

Capital Project Update: January 28, 2009

Upper practice field – Two sections of field have now been seeded. Remainder will be completed in the spring

Tennis Courts – This project will be advertised in Feb/March 2009 for a late May 2009 time frame for completion. Work scope has been prepared and project was ready to advertise for bids, but team schedules would not allow work to take place this fall.

Education Building roof and waterproofing – Expression of Interests for Architects is being reviewed by Purchasing prior to publishing.

Feaster Center classroom walls – Project is complete.

Feaster Center Elevator – Footer work is complete and foundation masonry work has started. Backfill and slab on grade work will follow.

Feaster Center HVAC – Contract has been completed and preliminary measurements have been taken for replacement units

Feaster Center pool painting – Project is complete

Feaster Center Scoreboard – Scoreboard installation is complete. Minor touch-up needs completed. Time clock reinforcement is complete.

Folk Life Center – Elevator foundation is complete. Exterior work will have to wait until weather permits.

Locust Avenue – FSU and WVDOH are waiting for Allegheny Power to confirm final routing and associated costs.

College apt roof replacement – Project is complete.

College apt wall replacement – Upper wall installation is complete. Landscape work will proceed when weather permits

Residence halls furniture, boiler, egress exits and floor covering– Furniture and floor covering are complete. Delayed egress exists are complete at Pence Hall and Pritchard Hall, and Morrow Hall is started. Boiler work is complete at Morrow Hall.

Academic Fund - Hunt Haught Hall painting – project is complete.

Physical Plant small projects – Several projects have been completed. There will be many throughout the year.

CAPITAL PROJECTS FY 2009 SUMMARY

Project	Budget		Total Budget	Expenses	Encumbrances	Available Budget
	Original Budget	Adjustments				
ATHLETIC FIELD - UPPER PRACTICE FIELD EXPANSION	\$ 20,000.00	\$ -	\$ 20,000.00	\$ 991.01	\$ 2,500.00	\$ 16,508.99
ATHLETIC FIELD - TENNIS COURTS RESURFACE	\$ 60,000.00	\$ -	\$ 60,000.00	\$ -	\$ -	\$ 60,000.00
ATHLETICS - VEHICLES	\$ 52,000.00	\$ (20,808.00)	\$ 31,192.00	\$ 31,192.00	\$ -	\$ -
EDUCATION BUILDING - EXTERIOR WATERPROOFING	\$ 185,000.00	\$ -	\$ 185,000.00	\$ -	\$ -	\$ 185,000.00
EDUCATION BUILDING - ROOF REPLACEMENT	\$ 320,000.00	\$ -	\$ 320,000.00	\$ -	\$ -	\$ 320,000.00
ENGINEERING TECHNOLOGY ADDITIONS	\$ 258,861.75	\$ 22,779.21	\$ 281,640.96	\$ 281,640.96	\$ -	\$ 0.00
FEASTER CENTER - CLASSROOM WALLS	\$ 40,000.00	\$ (28,873.40)	\$ 11,126.60	\$ 11,126.60	\$ -	\$ 0.00
FEASTER CENTER - ELEVATOR & STEPS	\$ 1,415,382.50	\$ (30,114.76)	\$ 1,385,267.74	\$ 287,049.75	\$ 1,098,217.99	\$ -
FEASTER CENTER - HVAC PHASE II	\$ 282,751.37	\$ 79,589.35	\$ 362,340.72	\$ -	\$ 297,058.00	\$ 65,282.72
FEASTER CENTER - POOL PAINTING	\$ 30,000.00	\$ (7,415.10)	\$ 22,584.90	\$ 22,584.90	\$ -	\$ -
FEASTER CENTER SCOREBOARD	\$ 45,000.00	\$ (15,157.30)	\$ 29,842.70	\$ 29,842.70	\$ -	\$ -
IT INFRASTRUCTURE - IT EMERGENCY BACK-UP	\$ 200,000.00	\$ (200,000.00)	\$ -	\$ -	\$ -	\$ -
KENNEDY BARN - FOLKLIFE	\$ 500,000.00	\$ 387,754.00	\$ 887,754.00	\$ 430,689.10	\$ 145,029.90	\$ 312,035.00
LOCUST AVENUE	\$ 429,828.00	\$ (108,114.00)	\$ 321,714.00	\$ -	\$ -	\$ 321,714.00
PUBLIC SAFETY VEHICLE	\$ 26,000.00	\$ -	\$ 26,000.00	\$ 24,511.99	\$ -	\$ 1,488.01
PUBLIC SAFETY ATV	\$ 12,000.00	\$ -	\$ 12,000.00	\$ 11,600.00	\$ -	\$ 400.00
RESIDENCE HALLS - COLLEGE APARTMENTS C/D ROOF	\$ 55,000.00	\$ 16,632.00	\$ 71,632.00	\$ 71,632.00	\$ -	\$ -
RESIDENCE HALLS - COLLEGE APARTMENTS 'B' WATERPROOFING	\$ -	\$ 23,400.00	\$ 23,400.00	\$ 23,400.00	\$ -	\$ -
RESIDENCE HALLS - COLLEGE APARTMENTS RETAINING WALL	\$ 45,000.00	\$ -	\$ 45,000.00	\$ 30,478.61	\$ -	\$ 14,521.39
RESIDENCE HALLS - FURNITURE	\$ 39,262.90	\$ -	\$ 39,262.90	\$ 39,262.90	\$ -	\$ -
RESIDENCE HALLS - MORROW HALL BOILER REPAIR	\$ 26,849.00	\$ 11,995.00	\$ 38,844.00	\$ 26,849.00	\$ -	\$ -
RESIDENCE HALLS - DELAYED EGRESS EXITS	\$ 42,000.00	\$ -	\$ 42,000.00	\$ -	\$ 40,972.00	\$ 1,028.00
RESIDENCE HALL - PENCE HALL ASBESTOS ABATEMENT & CARPET	\$ 44,898.44	\$ 776.04	\$ 45,674.48	\$ 45,674.48	\$ -	\$ -
ACADEMIC FUND FY 2009	\$ 100,000.00	\$ -	\$ 100,000.00	\$ 88,815.00	\$ -	\$ 11,185.00
PHYSICAL PLANT SMALL PROJECTS FY 2009	\$ 137,760.26	\$ -	\$ 137,760.26	\$ 84,756.44	\$ 8,611.14	\$ 44,392.68
LANDSCAPING FY 2009	\$ 80,000.00	\$ -	\$ 80,000.00	\$ 44,331.64	\$ 7,500.00	\$ 28,168.36
TOTALS	\$ 4,435,634.22	\$ 132,401.04	\$ 4,568,035.26	\$ 1,586,422.08	\$ 1,599,889.03	\$ 1,381,724.15

Projects Completed
CIP FY 2009

1/29/2009 10:39

E&G Capital - 449800	\$ 1,474,091.26
Infrastructure - 449000	\$ 502,997.00
Student Union - 310200	\$ -
Athletics - 330000	\$ 207,000.00
Facilities Fee - 370100	\$ 38,000.00
Housing - 290600	\$ 299,811.38
FS Bond - 907312	\$ 877,495.62
HEPC	\$ 825,000.00
Foundation Matching	\$ 349,640.00
	\$ 4,568,035.26

Fairmont State University Board of Governors
February 12, 2009

ITEM: Higher Education Policy Commission (HEPC)
Fiscal Year 2010 Capital Bond Project
Priorities

COMMITTEE: Committee of the Whole

RECOMMENDED RESOLUTION: *Informational Item*

STAFF MEMBERS: Rick Porto

BACKGROUND:

As part of its overall FY 2010 appropriation request submitted to the State Budget Office on September 2, 2009, the HEPC requested \$15 million in funding for a new bond issue. Substantial time was devoted in the 2008 legislative session to enlist support for another state funded bond issue for the four-year institutions. During the upcoming session, HEPC staff will seek Legislative support to redirect the \$10 million in lottery revenue that is currently dedicated to pay off the Education, Arts, Science and Technology (EAST) Bonds, which will be paid off in FY 2010, plus an additional \$5 million appropriation to support a new HEPC bond issue for capital projects.

Prior to the recent turmoil in the municipal bond market, annual revenue of \$15 million should have supported a bond issue of approximately \$230 to \$240 million for thirty-year bonds, but given current market conditions, it would likely result in net proceeds of approximately \$180 to \$190 million. There has been some improvement in the MUNI market over the past few weeks; however, it is unlikely to return to the level seen earlier this year for some time, and may not for the foreseeable future.

HEPC Staff has developed a priority list of proposed bond projects for consideration which totals approximately \$240 million. This assumes the Commission would receive annual appropriations of \$15 million for debt service. A running total is also shown to identify projects that could be funded if the Commission receives less than \$15 million. The list was compiled from the Educational and General (E&G) capital project appropriation requests for major building and campus renewal (renovation) projects and new facilities institutions submitted to the Commission Office in August and shown in Tables 4 and 5 in the agenda book for November 21st Commission meeting, which have been prioritized and relabeled as Tables 1 and 2 for this agenda item. The E&G project requests in these tables totaled a little over \$759 million.

The following criteria were used to identify these projects based on the lists approved by the Commission and Council:

- State bond funding should support education and general (E&G) projects for the most part and should not be used to fund auxiliary projects which should be funded from auxiliary fees.
- State bond project rankings should give priority to building and campus renewal (renovation) projects over new building projects.
- State bond project rankings should give priority to projects for which significant partial funding is in place.

**TABLE 1
HIGHER EDUCATION POLICY COMMISSION
Building & Campus Renewal (Renovation) Projects
1/15/2009**

Inst.	HEPC Pri. #	Project	Total Project Cost	Funds Available FY10+	Funds Needed	Recommended Funding Source						Total Funds Required
						State General or Special Revenue FY10+	Federal Revenue FY10+	Potential Bond Project Lottery Revenue FY10+	E&G Capital Fees FY10+	Auxiliary Fees FY10+	Non-State	
E&G PROJECTS												
Building and Campus Renewal (Renovation)												
WVU	1	White Hall	23,000,000	0	23,000,000	0	0	23,000,000	0	0	0	23,000,000
MU	2	Smith Hall Repairs	9,000,000	0	9,000,000	0	0	9,000,000	0	0	0	9,000,000
WVSU	3	Fleming Hall Renovation & Addition	15,000,000	0	15,000,000	0	0	15,000,000	0	0	0	15,000,000
BSC	4	Maheed Hall Renovation	5,000,000	0	5,000,000	0	0	5,000,000	0	0	0	5,000,000
WLSC	5	Shaw Hall Renovations (ADA)	2,750,000	0	2,750,000	0	0	2,750,000	0	0	0	2,750,000
CU	6	Fine Arts Building & Library Renovation	6,000,000	0	6,000,000	0	0	6,000,000	0	0	0	6,000,000
WVSOM	7	Building B (Main) and Building C (Old Clinic)	3,500,000	0	3,500,000	0	0	3,500,000	0	0	0	3,500,000
FSU	8	Turley Center Renovations	6,000,000	0	6,000,000	0	0	6,000,000	0	0	0	6,000,000
SU	9	Renovation to White, Snyder, Stutzman-Slonaker & Ikenberry Halls	1,150,000	0	1,150,000	0	0	1,150,000	0	0	0	1,150,000
MU	10	Academic Buildings Renovation/Repair	13,000,000	0	13,000,000	0	0	13,000,000	0	0	0	13,000,000
BSC	11	Basic Science & Dickason Hall Lab Upgrades	1,000,000	0	1,000,000	0	0	1,000,000	0	0	0	1,000,000
FSU	12	Wallman Hall Renovations	5,200,000	0	5,200,000	0	0	5,200,000	0	0	0	5,200,000
FSU	13	Musick Library Elevator	2,000,000	0	2,000,000	0	0	2,000,000	0	0	0	2,000,000
WVU	14	HSC Electrical Upgrade (HSC)	2,000,000	0	2,000,000	0	0	2,000,000	0	0	0	2,000,000
WVU	15	College of Pharmacy Program Renovation/Expansion	1,500,000	0	1,500,000	0	0	1,500,000	0	0	0	1,500,000
FSU	16	Hardway Hall Renovations	5,500,000	0	5,500,000	0	0	5,500,000	0	0	0	5,500,000
WVU	17	Old Main Renovations (WVUIT)	3,000,000	0	3,000,000	0	0	3,000,000	0	0	0	3,000,000
WVSU	18	Wallace Hall Renovation	1,800,000	0	1,800,000	0	0	1,800,000	0	0	0	1,800,000
WVSU	19	Davis Fine Arts Renovation	2,000,000	0	2,000,000	0	0	2,000,000	0	0	0	2,000,000
WVU	20	Research Laboratories (HSC)	3,200,000	0	3,200,000	0	0	3,200,000	0	0	0	3,200,000
WVU	21	Renovation of Health Sciences North (HSC)	15,000,000	0	15,000,000	0	0	15,000,000	0	0	0	15,000,000
BSC	22	Campus Infrastructure Improvements	6,000,000	0	6,000,000	0	0	6,000,000	0	0	0	6,000,000

**TABLE 1
HIGHER EDUCATION POLICY COMMISSION
Building & Campus Renewal (Renovation) Projects
1/15/2009**

Inst.	HEPC Pri. #	Project	Total Project Cost	Funds Available FY10+	Funds Needed	Recommended Funding Source						Total Funds Required		
						State & Federal Funds	Institution Funds	Non-State	State General or Special Revenue FY10+	Federal Revenue FY10+	Potential Bond Project Lottery Revenue FY10+		E&G Capital Fees FY10+	Auxiliary Fees FY10+
MU	23	Forensic Science Center Annex/Renovation	5,992,100	4,992,100	1,000,000	0	0	1,000,000	0	0	0	0	0	1,000,000
WVU	24	Chemistry Research Annex Renovation	1,500,000	0	1,500,000	0	0	1,500,000	0	0	0	0	0	1,500,000
WVU	25	Hodges Renovation	25,000,000	0	25,000,000	0	0	25,000,000	0	0	0	0	0	25,000,000
Funding Cutoff														
MU	26	Old Main Repairs	9,000,000	0	9,000,000	0	0	9,000,000	0	0	0	0	0	9,000,000
WVU	27	Stewart Hall Renovation	5,000,000	0	5,000,000	0	0	5,000,000	0	0	0	0	0	5,000,000
FSU	28	Jaynes Hall Renovations	4,000,000	0	4,000,000	0	0	4,000,000	0	0	0	0	0	4,000,000
FSU	29	Hunt Haight Hall Renovations	2,000,000	0	2,000,000	0	0	2,000,000	0	0	0	0	0	2,000,000
BSC	30	Renovation Hardway Library	1,500,000	0	1,500,000	0	0	1,500,000	0	0	0	0	0	1,500,000
WVSU	31	Renovation of WW Rehabilitation Center	5,000,000	0	5,000,000	0	0	5,000,000	0	0	0	0	0	5,000,000
WVSU	32	Replace Drain Jordan Library Cooling Tower	75,000	0	75,000	0	0	0	75,000	0	0	0	0	75,000
WVSU	33	Upgrade Lighting Classrooms	100,000	0	100,000	0	0	0	100,000	0	0	0	0	100,000
WVU	34	Woodburn Hall Restoration	750,000	0	750,000	0	0	0	750,000	0	0	0	0	750,000
WVU	35	Classroom Renovations (HSC) Kennedy Barn Renovations -	500,000	0	500,000	0	0	0	500,000	0	0	0	0	500,000
FSU	36	Phase II	550,000	325,000	225,000	0	0	0	225,000	0	0	0	0	225,000
MU	37	Science Hall - Exhaust Fans/Units	500,000	0	500,000	0	0	0	500,000	0	0	0	0	500,000
MU	38	Drinko Library Miscellaneous Improvements	500,000	0	500,000	0	0	0	500,000	0	0	0	0	500,000
MU	39	Welcome/Recruitment Ctr - Renovations	360,000	0	360,000	0	0	0	360,000	0	0	0	0	360,000
BSC	40	Institutional Energy Assessment/Phase I Electrical Evaluation and Upgrade	1,500,000	0	1,500,000	0	0	0	1,500,000	0	0	0	0	1,500,000
SU	41	King Street Pedestrianization	1,500,000	0	1,500,000	0	0	0	1,500,000	0	0	0	0	1,500,000
SU	42	Snyder Annex Renovation	500,000	0	500,000	0	0	0	500,000	0	0	0	0	500,000
GSC	43	North Entrance	2,275,000	0	2,275,000	0	0	0	2,275,000	0	0	0	0	2,275,000
WVU	44	Art Museum	10,000,000	0	10,000,000	0	0	0	10,000,000	0	0	0	0	10,000,000
FSU	45	Colebank Hall - IT Expansion	850,000	0	850,000	0	0	0	850,000	0	0	0	0	850,000

**TABLE 3
HIGHER EDUCATION POLICY COMMISSION
Proposed Bond Projects
1/15/2009**

Inst.	HEPC Pri. #	Project	Total Project Cost	Funds Available FY10+	Funds Needed	Recommended Funding Source		Running Total Lottery Bond Funding
						Institution, Federal & Private Funding	Lottery Bond Funding FY10+	

E&G PROJECTS

Institution	Lottery Bond Funding
Bluefield State College	\$12,000,000
Concord University	\$6,000,000
Fairmont State University	\$18,700,000
Glenville State College	\$10,000,000
Marshall University	\$63,000,000
Shepherd University	\$15,050,000
West Liberty State College	\$17,750,000
West Virginia School of Osteopathic Medicine	\$3,500,000
West Virginia State University	\$18,800,000
West Virginia University	\$74,200,000
Total	\$239,000,000

Enrollment FTEs: Fall Semester 2008

<i>Level</i>	<i>Student Type</i>	<i>Description</i>	<i>2-Feb-09</i>	<i>1-Feb-08</i>	<i>Difference: FEB 2, 09 from FEB 1, 08</i>
GR	2	Returning Student	173	161	12
GR	4	First Time Graduate Student	17	27	(10)
GR	6	Transfer Student	1	3	(2)
GR	9	Other	10	13	(3)
Total for GR Level			201	204	(3)
UG	1	First-time Freshmen	46	37	9
UG	2	Returning Student	3106	3028	78
UG	3	Readmitted Student	96	107	(11)
UG	6	Transfer Student	108	104	4
UG	9	Other	96	126	(30)
Total for UG Level			3452	3402	50
Grand Total for All Levels			3,653	3,606	47

**Fairmont State University Board of Governors
February 12, 2009**

ITEM: Executive Summary of Institutional Compact

COMMITTEE: Committee of the Whole

RECOMMENDED RESOLUTION: *Informational Item*

STAFF MEMBER: Dr. Maria Rose

BACKGROUND:

The West Virginia Higher Education Policy Commission initiated a process for institutions to develop a compact with the Commission that would further institutional advancement and demonstrate commitment to the goals of the master plan, *Charting the Future 2007-2012*. For each element, the institution (1) provides data essential to measuring institutional progress, (2) sets goals for the duration of the compact, (3) formulates strategies for goal attainment, and (4) determines timelines for goal implementation. An Executive Summary is included.

Institutional compact reports were submitted by September 1, 2008 and evaluated by a team including Commission staff and external consultants. The team recommended approval of the Fairmont State University compact at the January 23, 2009 Commission meeting; the compact was approved.

Beginning with the 2008-2009 academic year, each institution will submit annually a compact update for the duration of the compact reporting period. The Commission must approve these updates; in the updates institutions will respond to the elements in the statewide compact planning document and to other pertinent issues, summarize significant developments, indicate progress toward achieving goals, and revise goals, if appropriate.

The full document is available online at:
<http://www.fairmontstate.edu/institutionalresearch>

West Virginia Higher Education Policy Commission Institutional Compact Executive Summary

The West Virginia Higher Education Policy Commission (HEPC) initiated a process for institutions to develop a compact with the Commission that would further institutional advancement and demonstrate commitment to the goals of the master plan, *Charting the Future 2007-2012*.

It should be noted that the staff of HEPC advised Fairmont State to be conservative in our estimates.

The institutional compacts are comprised of a set of core elements:

- **Enrollment** - Growth of a minimum of 1% each year over the next five years would present Fairmont State University with a projected fall credit headcount enrollment of 4,732 and an annualized FTE of 3955.
- **Retention** - Fairmont State has established institutional strategies to continue achieving retention rates that equal or exceed those of our peer institutions.
- **Graduation** - Fairmont State University has exceeded the six-year graduation rates of our peers over the past four years and plans to maintain the current graduation rate to be at least equal to or slightly above that of our peers.
- **Science, Technology, Engineering, Math (STEM) Degrees** – FSU is developing a STEM Center (grant funded) to help increase the number of STEM majors at our institution.
- **Licensure Passage Rates** - The School of Education aspires to have every education licensure program meet or exceed the current 81% pass rate; the School of Nursing plans to maintain or surpass the current 86% pass rate.
- **Faculty With Terminal Degrees** - FSU desires to increase when possible the hiring of qualified faculty with terminal degrees to surpass the current 70% rate.
- **Assessment of Student Learning** - Each program will have an individual improvement plan that uses assessment of student learning for program improvement. Major Fields Tests, licensure exams, and program accreditations will drive this process.
- **Alignment with K-12 Schools** Fairmont State University has developed a Professional Development School (PDS) Partnership with over forty schools in our service region.
- **Instructional Technology** - FSU is committed to utilizing virtual classroom technology as a component in all courses; the number and type of courses offered completely online will be expanded by five courses per semester over the next five years.
- **Financial Aid** - Fairmont State University tuition waivers are awarded both for recruitment and retention; the number of waivers each year is 4% of the FTE enrollment. Academic Competiveness Grants (ACG) and National Science and Mathematics to Retrain Talent (SMART) grants are awarded in compliance with the regulations.
- **Programs of Distinction** – accounting and occupational safety.

Other compact elements are elective:

Economic Growth - Promotion of Global Awareness – FSU is participating in exchange programs with schools in Italy and Russia; international student recruitment has increased; a Fulbright scholar is on campus this year.

Access - Educational Services to Adults – a variety of programs are being offered; services have been expanded.

Cost and Affordability - External Funding – During 2007-08 Grants and Contracts generated \$11,282,662.56. These included awards from Math Symposium, NASA, and EPSCoR; all stimulate interest in STEM fields.

Learning and Accountability - Expansion of Graduate Education – FSU plans to increase the number of graduates by 100 over the next six years.

Innovation - Civic Engagement - Fall of 2008, over 1,000 Fairmont State students participated in service learning activities; the goal is to increase by 5-7% within the next six years.

The complete compact document may be viewed: <http://www.fairmontstate.edu/institutionalresearch>

Fairmont State University Board of Governors
February 12, 2009

ITEM: Report on Meeting with Legislators

COMMITTEE: Committee of the Whole

RECOMMENDED RESOLUTION: *Informational Item*

STAFF MEMBERS: Sarah Hensley

BACKGROUND:

Chairman Kniceley organized a meeting to update area legislators about budgetary and other matters. The enclosed materials include information given to them at the meeting, as well as follow-up materials they requested.

Fairmont State University – Legislative Update
Thursday, January 15, 2009

AGENDA

1. Welcome
2. Fiscal Year 2009 ~ \$1,250,000 Appropriation
3. Budget Challenges for FY2010
4. Feedback from Senators and Delegates
5. Presidential Search Update

Fairmont State University

Fiscal Year 2009 ~ \$1,250,000 Appropriation

- Allowed Fairmont State to reduce fee increase by 3.5% for the fiscal year 2009. (The average fee increase prior to this year was 7.5%.) This amounted to a loss of tuition and fee income:.....**\$637,000**

- Allowed new expenses:

Pay Raises (include benefit cost):

Classified Staff (Average Increase 5.10%)	\$295,000*
Non-Classified Staff (Average Increase 3.02%)	\$190,000
Faculty (Average Increase 2.92%)	\$276,000
Subtotal Pay Raises	\$761,000
Less Appropriations Provided for Pay Raises	(353,000)
Net Pay Raise Funded by \$1,250,000	\$408,000

*(Note: Classified Staff Mercer Scale was fully funded in 2009)

- Operating expense budget increase:**\$867,000**
- Proactive steps to reach out to and enroll additional students through addition of two Admission Counselor positions and two Financial Aid Counselor positions:
\$160,000

1-15-09

Fairmont State University

Budget Challenges
Fiscal Year 2010

Pay Raises not covered by State Appropriations*.....	\$420,000.00
Faculty Promotions	96,000.00
Staff Adjustments (<i>To maintain full funding of Mercer Scale</i>).....	213,000.00
Replacement of Title III Grant Funding	214,000.00
PEIA Medical Rate Increase	113,000.00
Utilities Cost Budget Increase	150,000.00
Tuition Waiver Budget Increase	215,000.00
Information Technology Budget Increase.....	200,000.00
Interest Earning Revenue Decrease	200,000.00

*Assumes a three percent (3%) pay raise requested by the Governor.

Note: Pay raises authorized and approved in the Legislative Budget Bill only provide funding for positions funded by State Appropriations. This means that the funding provided through appropriations covers only a portion of the total to give the percent requested by the Governor and the Legislature.

1/15/2009

Costs for Separation of University and Community & Technical College

- The separation of the two institutions is being done in a cooperative spirit and with effort to avoid duplication of costs. This environment is important to the effort to avoid worst case scenario separation costs. The plan is for the University to continue to provide all student, administrative and business services to the Community and Technical College with minimal increases in staff and/or with changes to the automated processing and system interfaces.
- To-date Fairmont State has had to re-invent the financial aid processing which required work by the Technology office and Financial Aid staff. We are adding Financial Aid staff and also will need to add Technical Support staff to maintain changed financial aid systems.
- We also became aware of changes required to make our payroll environment meet the requirements of the State to segregate the University and Community and Technical College payrolls (which we do not do today).

Note: Estimated new funds needed annually to better operate the Financial Aid and Payroll environments, taking into account separation issues, is \$300,000.

- Vital to the effort to provide the Community and Technical College increased visibility and identity is the effort to provide the C&TC with its own web-site(s) and connection to the public. This is resulting in duplication of effort in marketing costs and additional work for technology and communications staff. New funding of approximately \$200,000 would help us better serve both the University and Community and Technical College in this area.

To-date our **potential known new costs** to deal with separation in the coming fiscal year could amount to \$500,000.

PROMISE

- The Promise cap proposed would impact Fairmont State University students. A cap in this scholarship would impact our students as follows:

Current University Fees Annually Assessed	\$4,804.00
Promise Cap Recommended	<u>-4,500.00</u>
Potential Annual Loss of Student Scholarship	\$ 304.00

Currently Fairmont State has 480 University students with a Promise scholarship. The total impact to Fairmont State students is \$145,920.

State Appropriation per Student
 Fall 2008 Enrollments
 FY 2009 State Appropriations

CTCS Institutions		FY2009 Base Appropriation	Total Enrollment	In-State Enrollment	Appropriation per In-State Enrollment	E&G Tuition Fees	TOTAL Approp + Tuition	Student Contribution %	E&G Tuition and Capital Fees	Student Contribution %	Total Fees
Blue Ridge Community and Technical College		\$2,955,463	2466	2286	\$1,293	\$2,572	\$3,865	66.55%	\$3,060	70.30%	\$3,060
New River Community and Technical College		\$5,673,054	2338	2330	\$2,435	\$2,166	\$4,601	47.08%	\$2,516	50.82%	\$2,748
WV State Community and Technical College		\$4,038,673	1737	1608	\$2,512	\$2,178	\$4,690	46.44%	\$2,528	50.16%	\$2,898
WVU at Parkersburg		\$9,735,011	3753	3634	\$2,679	\$1,812	\$4,491	40.35%	\$1,912	41.65%	\$1,912
Marshall Community and Technical College		\$5,911,742	2449	2089	\$2,830	\$2,192	\$5,022	43.65%	\$2,622	48.09%	\$2,856
WV Northern Community College		\$7,710,716	2921	2372	\$3,251	\$1,868	\$5,119	36.49%	\$1,968	37.71%	\$1,998
Pierpont State Community and Technical College		\$8,328,395	2646	2510	\$3,318	\$2,124	\$5,442	39.03%	\$2,884	46.50%	\$3,312
Eastern WV Community & Technical College		\$2,062,115	546	543	\$3,798	\$1,820	\$5,618	32.40%	\$1,920	33.58%	\$1,920
Southern WV Community & Technical College		\$8,633,197	2269	2097	\$4,117	\$1,820	\$5,937	30.66%	\$1,920	31.80%	\$1,920
Community and Technical College of WVU Tech		\$3,896,885	702	675	\$5,773	\$2,708	\$8,481	31.93%	\$3,058	34.63%	\$3,410
HEPC Institutions											
Fairmont State University		\$13,769,754	4546	4188	\$3,288	\$3,400	\$6,688	50.84%	\$4,200	56.09%	\$4,804
Bluefield State College		\$6,442,321	1868	1638	\$3,933	\$3,590	\$7,523	47.72%	\$4,040	50.67%	\$4,272
WV State University		\$10,734,590	3003	2690	\$3,991	\$3,826	\$7,817	47.61%	\$3,976	49.91%	\$4,466
Concord University		\$9,977,767	2812	2304	\$4,331	\$3,732	\$8,063	46.29%	\$4,112	48.71%	\$4,578
Shepherd University		\$11,018,482	4185	2325	\$4,739	\$3,162	\$7,901	40.02%	\$4,148	46.67%	\$4,998
Marshall University		\$49,706,129	13282	10426	\$4,768	\$3,590	\$8,358	42.96%	\$4,020	45.75%	\$4,598
Glennville State College		\$6,489,617	1443	1263	\$5,138	\$3,232	\$8,370	38.61%	\$3,976	43.62%	\$4,486
West Liberty State College		\$9,125,137	2500	1708	\$5,343	\$3,534	\$8,877	39.81%	\$3,734	41.14%	\$4,464
West Virginia University		\$115,544,848	28840	15654	\$7,381	\$3,954	\$11,335	34.88%	\$4,630	38.55%	\$5,100
WVU Institute of Technology		\$8,547,469	1224	1078	\$7,929	\$3,938	\$11,867	33.18%	\$4,542	36.42%	\$4,964

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Office of the Interim President

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January 28, 2009

«TITLE» «FIRST_NAME» «LAST_NAME»
«STREET_ADDRESS»
«CITY_STATE_ZIP»

Dear «SALUTATION»:

I want to again thank the legislators who were able to attend our Legislative Update Meeting on January 8th at Fairmont State University. We appreciated the opportunity to exchange information and ideas regarding the University. Also, we thank each of you who represent the interests of FSU so ably and tirelessly.

Enclosed is information on questions that developed during the meeting.

1) One issue that caused confusion is the issue of how pay raises for FSU employees are funded and the various sources of funding for salaries and pay raises.

All of the employees are "state employees" with the associated rights and benefits. It comes down to the question of where the funding comes from to pay their salaries and benefits.

Currently 100 per cent of Fairmont State University's state appropriation goes to pay employee salaries and benefits. This does, however, not cover 100 per cent of the university's costs for employee salaries and benefits. The funding to cover the difference comes from student tuition and fees, as well as income from auxiliary enterprises such as housing and food service.

When the legislature appropriates money for state-mandated pay raises (such as last year's 3 per cent raise) the additional appropriation to cover the pay raise is based on the part of our payroll that covers employees paid through appropriations, but does not take into account those employees paid by the other funding sources. The result is that the 3 per cent raise is not fully covered through the additional appropriation, and the University's Board must find that funding elsewhere in the budget.

According to the Higher Education Policy Commission (HEPC) staff, the HEPC does provide both appropriated and non-appropriated salary data to the legislature, but the State Budget Office does not include this information when it provides budget preparation information to the Finance Committees. (This is true for all state agencies, not just higher education.)

This phenomenon impacts not just Fairmont State University. FSU funded 57.7 per cent of last year's pay raise through non-appropriated dollars. We are including an HEPC chart which shows how other institutions were also affected.

2) A second issue is the athletic fee. This is an issue that may become a critical funding question as the separation of FSU and Pierpont Community & Technical College moves forward. Currently, the West Virginia Intercollegiate Athletic Conference will not allow PC&TC students to participate in our Division II athletics. These students were permitted to compete prior to the separation and when the community college reported to FSU's Board of Governors. Because of this, the PC&TC Board is considering phasing out the athletic fee currently paid by on-campus community college students.

You asked about the current athletic fees. FSU students currently pay an athletic fee of \$141 per semester/\$282 per year; an Athletic Special Equity Fee of \$48 per semester/\$96 per year; for a total of \$189 per semester/\$376 per year. On-campus C&TC students pay an athletic fee of \$111 per semester/\$222 per year. (They do not pay the special equity fee.)

3) Intramurals are not funded through the athletic fee. They are covered as part of the Recreation Center Activities fee. FSU students pay \$113 per semester/\$226 per year; on-campus C&TC students pay \$103 per semester/\$206 per year.

4) Another topic of discussion was the Promise Scholarship. The question came up as to how many of these scholarships currently go to private institutions in the state. In the Fall 2008 semester, 954 Promise Scholarships (out of 9,075) went to private institutions. Included is a chart which breaks that out by institution.

5) Thank you for your offer to seek additional funding for the Folklife Center project. As promised, enclosed is the request letter for possible additional state funding, in the event it becomes available through budget surplus.

6) We also continue to follow-up on the questions you had about the development of a possible program in architecture. We will have that information provided to you when it is finalized.

Again, we appreciate your continued care of and stewardship for Fairmont State University, our students, faculty and staff. Please let me know if you have additional questions.

Cordially,

Charles J. McClain
Interim President

Encl
Cc Chairman Andy Kniceley

West Virginia Higher Education Personnel By Type 09/02/2008

School	FY 2008 Salaries				General Revenue		Tuition & Req E & G Fund		Tuition & Req E&G Fund + Other		Tuition & Req E&G + Other % of Total	
	General Revenue	Percent of Total	Tuition & Req E & G Fund	Other	Tuition & Req E&G Fund + Other	Tuition & Req E&G + Other % of Total	Total	Total	Total	Total	Total	
Four-Year Institutions												
Bluefield State College	3,976,665	41.4%	3,589,694	2,030,326	5,620,020	58.6%	9,596,685					
Concord University	6,593,945	56.8%	3,333,873	1,673,779	5,007,652	43.2%	11,601,597					
Fairmont State University	9,067,326	42.3%	9,600,520	2,759,851	12,360,371	57.7%	21,427,697					
Glennville State College	4,353,360	61.6%	1,558,274	1,155,347	2,713,621	38.4%	7,066,981					
Marshall University	48,176,466	59.5%	18,100,286	14,675,023	32,775,309	40.5%	80,951,775					
Potomac State College of WVU	4,270,215	76.7%	247,961	1,052,704	1,300,665	23.3%	5,570,880					
Shepherd University	8,057,197	45.7%	6,959,878	2,608,611	9,568,489	54.3%	17,625,686					
West Liberty State College	6,045,267	56.2%	3,818,769	883,524	4,702,293	43.8%	10,747,560					
West Virginia State University	7,720,998	52.1%	5,509,665	1,593,816	7,103,481	47.9%	14,824,479					
West Virginia University	127,881,057	45.3%	100,550,493	53,769,010	154,319,503	54.7%	282,200,560					
WVSOM	6,215,284	57.5%	4,286,796	316,474	4,603,270	42.5%	10,818,554					
WVU Institute of Technology	6,756,216	64.4%	2,472,351	1,268,053	3,740,404	35.6%	10,496,620					
Two-Year Institutions												
Blue Ridge Community & Technical College	2,066,233	83.6%	76,000	327,953	403,953	16.4%	2,470,186					
Community & Technical College at WVU Tech	1,733,671	86.7%	177,454	88,230	265,684	13.3%	1,999,355					
Marshall Community & Technical College	2,863,075	79.2%	526,218	226,037	752,255	20.8%	3,615,330					
New River Community & Technical College	2,802,718	75.8%	829,916	65,441	895,357	24.2%	3,698,075					
Pierpont Community & Technical College	5,016,432	56.4%	3,583,394	301,798	3,885,192	43.6%	8,901,624					
Southern WV Community & Technical College	6,007,831	71.6%	1,370,637	1,006,943	2,377,580	28.4%	8,385,411					
Eastern WV Community & Technical College	1,086,053	93.6%	74,850	0	74,850	6.4%	1,160,903					
WV Northern Community College	5,074,652	89.9%	504,531	63,766	568,297	10.1%	5,642,949					
WV State Community & Technical College	2,008,973	72.5%	444,453	319,289	763,742	27.5%	2,772,715					
WVU at Parkersburg	8,350,441	100.0%	0	0	0	0.0%	8,350,441					
Administrative Offices												
WV HEPC	2,023,538	68.5%	0	932,390	932,390	31.5%	2,955,928					
WVNET	1,539,598	63.2%	0	894,766	894,766	36.8%	2,434,364					
WV Council for CTCE	308,413	71.3%	0	124,191	124,191	28.7%	432,604					
	\$279,995,624	52.3%	\$167,616,013	\$88,137,322	255,753,335	47.7%	\$535,748,959					

Institution	Scholars
PRIVATE	
ALDERSON-BROADDUS COLLEGE	102
APPALACHIAN BIBLE COLLEGE	14
BETHANY COLLEGE	46
DAVIS & ELKINS COLLEGE	33
MOUNTAIN STATE UNIVERSITY	51
OHIO VALLEY UNIVERSITY	28
UNIVERSITY OF CHARLESTON	231
WEST VIRGINIA WESLEYAN COLLEGE	339
WHEELING JESUIT UNIVERSITY	110
SECTOR TOTAL	954
PUBLIC	
BLUE RIDGE CTC	8
BLUEFIELD STATE COLLEGE	80
CONCORD UNIVERSITY	453
FAIRMONT STATE UNIVERSITY	486
GLENVILLE STATE COLLEGE	118
MARSHALL CTC	7
MARSHALL UNIVERSITY	1,484
NEW RIVER CTC	21
PIERPONT CTC	43
POTOMAC STATE COLLEGE OF WVU	101
SHEPHERD UNIVERSITY	323
SOUTHERN WV CTC	65
WEST LIBERTY STATE COLLEGE	246
WEST VIRGINIA NORTHERN CC	19
WEST VIRGINIA STATE CTC	10
WEST VIRGINIA STATE UNIVERSITY	112
WEST VIRGINIA UNIVERSITY	4,237
WVU AT PARKERSBURG	141
WVU INSTITUTE OF TECHNOLOGY	154
WVU INSTITUTE OF TECHNOLOGY CTC	13
SECTOR TOTAL	8,121
OVERALL TOTAL	9,075

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Office of the Interim President

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January 28, 2009

«TITLE» «FIRST_NAME» «LAST_NAME»
«STREET_ADDRESS»
«CITY_STATE_ZIP»

Dear «SALUTATION»:

In an update meeting with area legislators on January 8, 2009, we discussed the status of a special project underway on the campus of Fairmont State University. A major renovation is underway to create the only folk life center in West Virginia, and one of only a handful in the United States. It was suggested that FSU should submit a request for possible budget surplus funding to help with the project.

Through the personal philanthropic effort of two alumni, Frank and Jane Gabor, and coupled with capital funds from the University, this project will assist in providing a home for our folk life center. Our long-term effort to identify, preserve and perpetuate our region's rich cultural heritage through academic studies, educational programs, festivals, performances and publications will benefit greatly from this renovated facility.

Under the direction of Dr. Judy Byers, this has been a long-time goal for this important initiative. The project is renovating the Kennedy Barn/Colonial Apartments, a building that has been placed on the National Register of Historic Places.

An appropriation of \$400,000 from the budget surplus would allow the Board of Governors to issue a contract to complete the \$1,700,000 project. We respectfully seek your consideration of this request.

Cordially,

Charles J. McClain
President

Fairmont State University Board of Governors
Meeting of February 12, 2009
Falcon Center Board Room
1:30 p.m.

AGENDA

Call to Order

1. Opening Comments
2. Last Call for Public Comment Sign-up
3. Approval of Minutes (December 11, 2008)

Tab 1 Action Item

Operations Reports

1. Faculty Senate Report (*Chuck Shields*)
2. Classified Staff Report (*Harriet Bower*)
3. Student Government Report (*Kelley Bronson*)
4. Foundation Report (*Jean Ahwesh*)
5. Alumni Association Report (*Devanna Corley*)
6. Athletic Association Report (*Rusty Elliott*)
7. President's Report (*Charles McClain*)
8. Chairman's Report (*Andy Kniceley*)

Committee of the Whole

1. Financial Report and Budget Update (*Rick Porto*)
2. Capital Project Update (*Rick Porto/Jim Decker*)
3. HEPC FY 2010 Capital Bond Project Priorities (*Rick Porto*)
4. Enrollment Update (*Rick Porto*)
5. Executive Summary of Institutional Compact (*Maria Rose*)
6. Report on Meeting with Legislators (*Sarah Hensley*)

Tab 2 FYI

Tab 3 FYI

Tab 4 FYI

Tab 5 FYI

Tab 6 FYI

Tab 7 FYI

Old Business

New Business

Public Comment

Possible Executive Session

_____ moved pursuant to 6-9A-4(b)2A of the WV Code that the Board shall go into Executive Session to discuss personnel and personnel matters, which if discussed in public might adversely affect the reputation of any person.

Next meeting date is Thursday, March 12, 2009 in the Board Room – Falcon Center

Notes