

<p style="text-align:center">MINUTES OF COMMITTEE ON GOVERNANCE MARCH 30, 2006</p>
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Chairman Mac McGriff called the committee to order with all members (Daniels, Morgan, Powell) in attendance. The committee approved the minutes of the previous meeting. The committee then approved the new Board of Trustees committee structure and their respective charges as outlined in the Board materials.

Mr. McGriff asked committee members for input about the most appropriate committee to receive UFICO investment policy and performance reporting. After discussion, and on the suggestion of Mr. Powell, the committee determined that UFICO will provide an annual report to the Finance Committee in September of every year, and an interim report in March to the Finance Committee.

Mr. McGriff invited committee members to discuss the agenda item on presidential goals and objectives for FY 2006-07. After discussion and input from President Machen, the committee decided that between now and June Dr. Machen will develop his 2006-07 goals. Dr. Machen also will propose to the committee how to roll up into his goals those university goals identified in the strategic work plan under development now. Dr. Machen suggested that the strategic work plan should be included on the Board's June meeting schedule. Dr. Machen will provide the Board with that work plan two weeks before the June meeting to give trustees an opportunity to consider it before discussion. Upon the suggestion of Mr. Daniels, the committee decided to request a mini-workshop for trustees on the strategic work plan the Friday morning of the June Board of Trustees meeting to give ample time for in-depth discussion.

In regard to the processes for presidential and board evaluations for 2006-07, Mr. McGriff reported that consultant Tom Ingram had agreed to assist the Board with both. The committee agreed that Mr. Ingram will prepare a proposal for the Board to evaluate its performance, as well as to make a few adjustments to the process for presidential evaluation, for consideration by the committee in June.

The committee next discussed the Board's retreat follow up activities. Mr. McGriff invited committee members to think about follow up topics for June discussion. Prompted by Ms. Morgan, the committee discussed the need to identify two or three areas where the Board itself could have the greatest impact in advancing the university's strategic goals. The committee accepted Mr. Fernandez's suggestion that he and Dr. Machen will discuss potential areas of Board focus and will bring their ideas to the committee and Board in June.

Mr. McGriff requested that members of the university's bargaining team remain in the room for a closed collective bargaining update. After that discussion, the committee adjourned.