Chairman Spaanstra called the Board of Trustees to order in regular session at 9:30am in the Coors Boardroom. Trustees present were Spaanstra, Truly, Cowart, Haddon, Bliss, Vallejo, Faculty Trustee Illangasekare, and Student Trustee Bonucci. Trustee Misra was absent. Select CSM executives and directors were also present including President Scoggins, Provost Parker, Senior V.P. Trubacz, Senior V.P. Middleton, V.P. Poate, V.P. Dougherty, V.P. Fox, V.P. Winkelbauer, Assoc. Provost Boyd, Assoc. Provost Amery, Dr. Spear, Ms. Walker, Ms. Boyd, Mr. Han, Ms. Landrum, and Mr. Cocallas.

I A. Oath of Office

Mr. Haddon and Dr. Illangasekare each took the oath of office as new trustees (notarized by Ms. Potter).

B. Election of officers

Trustee Haddon moved to nominate Trustee Spaanstra as Chair, Trustee Truly as Vice Chair, and Trustee Cowart as Secretary. Trustee Bliss seconded. Approved 6-0.

Trustee Vallejo was appointed Chair of the Finance and Audit Committee, with Trustees Truly and Haddon as members. Trustee Bliss was appointed Chair of the Strategy Committee, with Trustees Cowart, Misra, and Haddon members. Trustee Haddon was appointed liaison to the CSM Foundation Board of Governors. Trustee Truly will oversee the presidential evaluation process.

C. Approval of Minutes

Trustee Truly moved to approve the minutes of December 13, 2012, seconded by Trustee Bliss. Approved 5-0 (Trustee Haddon abstained).

D. Reports

Board Committee Reports. Trustee Cowart reported that the Finance and Audit committee met on January 14 to review the current financial statements and the 2013 audit plan.

President’s report. President Scoggins thanked Trustees Truly and Bonucci for their role at winter commencement, and noted that Mines alumnus Joe Gray gave a great keynote address. Dr. Bud Peterson will be May 2013 commencement speaker, and Nobel Prize winner Dr. Tom Cech will be the December 2013 speaker.

The president noted that the January 18th presentation to the Joint Budget Committee went well. In January Mines celebrated Delta Days week with a MLK Jr. celebration and multiple diversity-focused events, announced Mines’ major involvement with DOE’s Critical Minerals Institute (CMI) Hub, and
announced plans for a leadership training series throughout the spring semester for Mines senior-level administration, deans, and department heads. President Scoggins asked key individuals to provide further updates on recent activities.

Ms. Boyd stated that the goal for enrolled students for the Fall 2013 semester is 950. The Admissions office had received 12,000 submissions to date, a 3.5% increase over last year at this time. Accepted freshmen have average scores of 31 ACT, 1355 SAT. The Admissions office is now implementing programs that will yield the highest quality students.

Dr. Boyd informed that Trustees that graduate school applications and acceptance rates for the spring semester had increased over last year, with 97 new graduate students enrolled (up from last year’s 86), bringing total graduate student enrollment to 1238.

Mr. Winkelbauer gave an update of fundraising efforts, noting that University Advancement (UA) had experienced accelerated pledge payments at the end of calendar year. The Clear Creek Athletics Complex effort has raised $10.6 million (includes bond forgiveness). In the last 10 months, Mines has received five of the largest seven gifts ever given to the university.

Mr. Han stated that he will track bills in the state legislature and keep the Trustees updated on relevant items, including concealed weapons on campus and in-state tuition for undocumented students. As both of these bills are currently written, they would not allow for institutional board policy decision-making. H.B. 1057, which removes the Avalanche Center from the Colorado Geological Survey (CGS), will also be tracked. The MOU for CGS was signed in December. The transfer takes place Feb. 1, and CGS will physically move to Mines on July 1, under the umbrella of the College for Earth Resource Sciences and Engineering. The Trustees requested that the Acting CGS Director be invited to a board meeting this spring. Mr. Han also stated that the Colorado Commission on Higher Education is interested in tracking and publishing employment and salary information by institution and degree majors for students who remain in Colorado after graduation. Mines and CU object to this, due to large number of graduates finding first jobs out of state, thereby underreporting starting salaries.

Dr. Middleton stated that he is drafting a preliminary Kazakhstan/Nazarbayev University MOU (the enterprise he presented in October 2012). He also reported that the Petroleum Institute will graduate 200 bachelors (40% female) and 50 Masters students this spring and that there are currently 20 collaborative research projects in progress. Dr. Middleton and a consultant are developing an outline for a feasibility study for the policy institute, and SPACE (continuing education) is looking at education, training, and outreach opportunities with the CMI Hub. SPACE activity is strong.

Research Activities Dr. Poate stated that the printed report given to the Trustees showed about $32M in research funding as of November, but that the “unaudited” December 31 total was about $43M. The Trustees asked if it was possible to generate more timely information. Dr. Poate and Mr. Trubacza agreed that this is possible and they generate more up-to-date information for meetings going forward. Tech Transfer has received six proof of concept proposals. The Trustees asked Dr. Poate to provide a full economic balance sheet of Tech Transfer activities at the March 22 meeting. Other research-related activities include the CMI Hub (more info presented later today), the visit of the
Materials Research Science and Engineering Center (MRSEC) advisory board, and the launch of a seed grant program in conjunction with Children's Hospital.

**Financial Report** Mr. Trubacz stated that after the last BOT meeting, he further reviewed the independent auditor's report to compare Mines' financial ratios to seven other STEM-focused institutions and discovered that Mines' performance looks much stronger when compared to peer STEM institutions. Mr. Trubacz noted that the debt issuance will influence both cash and assets over the next couple of years.

**E. Action Items**

**Action Item 1: Performance Contract Approval** Mr. Han noted that, due to the unique nature of our mission, CDHE and CCHE agreed to allow Mines to 1) add two of our own metrics, 2) have joint decision-making with regard to reviewing performance metrics, and 3) identify a new peer group of institutions similar to our size and mission. The second of these requires adjusting the language in item 5 in the current contract (the proposed resolution reflects this need).

Trustee Haddon moved to approve the resolution, seconded by Trustee Truly. Motion carried 6-0. The Trustees requested that progress towards all of the metrics be brought to the September BOT meeting.

**Resolution**

**BE IT RESOLVED that the Board of Trustees of Colorado School of Mines approves the performance contract negotiated between Colorado School of Mines and the Colorado Department of Higher Education and Colorado Commission on Higher Education. This approval is contingent upon changing item #5 of the contract to reflect that either party can initiate a review of the performance metrics in two years. The Board authorizes the President to determine if the agreed upon changes to item 5 satisfy this intent.**

**Action Item 2: Honors Scholarship Proposal** Mr. Han and Mr. Winkelbauer informed the trustees that Mines would like to establish a merit-based scholarship endowment that targets highly accomplished students throughout the nation. A matching program would be created to assist in raising funds for an endowment. The resolutions presented would designate unrestricted gifts to help fund the scholarship endowment and provide incentive funds for additional gifts. Some of the trustees stated that they would like to more thoroughly discuss the criteria of awarding scholarships.

Trustee Cowart moved to approve Resolution A, seconded by Trustee Haddon. Approved 6-0.

**Resolution A:**

**BE IT RESOLVED, that the Board of Trustees of Colorado School of Mines establishes the “Board of Trustees Honors Scholarship Program,” and designates the following unrestricted gifts and undesignated or general scholarship gifts to be placed in a quasi-endowment to be used to match subsequent gifts to the Trustee Honors Scholarship Program. By definition, the board may authorize the spending of income earnings as well as principal, if necessary, which would accommodate the first year of scholarship awards (fall 2013).**
Gifts to be designated:

<table>
<thead>
<tr>
<th>Donor Name/Estate</th>
<th>Amount ($)</th>
<th>Donor Designation</th>
</tr>
</thead>
<tbody>
<tr>
<td>Robert J. Andersen</td>
<td>252,500</td>
<td>None</td>
</tr>
<tr>
<td>J. Eleanor Schneider</td>
<td>77,741</td>
<td>None</td>
</tr>
<tr>
<td>Robert E. McMinn</td>
<td>10,000</td>
<td>None</td>
</tr>
<tr>
<td>Marian Van Kirk (commercial annuities)</td>
<td>239,265</td>
<td>None</td>
</tr>
<tr>
<td>Marian Van Kirk (family trust)</td>
<td>245,000</td>
<td>Scholarships</td>
</tr>
<tr>
<td>Marian Van Kirk (commercial annuities)</td>
<td>250,000</td>
<td>Scholarships*</td>
</tr>
<tr>
<td>Mary F. Morrisey</td>
<td>20,900</td>
<td>Scholarships</td>
</tr>
</tbody>
</table>

Total: $1,095,406

* Second year and higher

Resolution B

Trustee Haddon moved to approve Resolution B, seconded by Trustee Cowart. Approved 6-0.

BE IT RESOLVED, that the Board of Trustees of Colorado School of Mines supports the allocation of an additional $1,300,000 in university funds to assist in funding the Board of Trustees Honors Scholarship Program endowment and match incentives in the following manner:

a. $1,000,000 in restricted funds for scholarships from the university (fund # 6039), and;
b. re-designate $300,000 from the Carolyn V. Mann estate, which was previously designated by the Board on September 12, 2008 to “the School’s unrestricted endowment”.

F. Information Items

Conflict of Interest All trustees acknowledged that they reviewed the policy.

Strategic Plan Proposal Mr. Han proposed a strategic plan process and timeline to the trustees. The plan will contain a 10-year planning horizon with 5-year rolling metrics to be reviewed annually. A series of meetings will take place with campus leadership and stakeholders, with reports to and discussion with the board at the March and May meetings, and a final draft provided to the board in December, 2013.

Board Policy update- Mr. Han noted that there may be changes to smaller student fees to ensure consistency with statute, with the goal of bringing final numbers to the March 22 meeting for the board’s approval. There is also an effort to make Mines’ discrimination complaint process more consistent with Mines’ equal opportunity statement.

Energy Innovation Hub for Critical Materials Dr. Eggert summarized Mines’ involvement with the Critical Materials Institute (CMI), which is a consortium of 4 national labs, multiple industry lead by MolyCorp, and GE. Mines is the lead higher education institution involved in this Energy Innovation Hub.
(a function of the Department of Energy), with Dr. Eggert serving as the CMI Deputy Director. This is a $14M research grant distributed over 5 years.

**Master Plan and Construction Update** Due to time constraints, this was deferred to next meeting.

**Faculty Senate Update** The Senate had not met between the December and January BOT meetings, thus nothing was reported.

Trustee Truly moved to end the regular session and go into executive session, seconded by Trustee Bliss. Regular session ended at 11:50am.

Executive session convened at 11:55am and ended at 12:30pm.

There being no other business, meeting adjourned.

_____________________________________

Secretary, Board of Trustees