

DOCKET

BOARD OF VISITORS

University of Virginia

Regular Meeting

April 2, 2005

DOCKET
BOARD OF VISITORS
APRIL 2, 2005

CONSENT ITEMS

1. APPROVAL OF A PERMANENT ACCESS EASEMENT AT THE
FAN MOUNTAIN OBSERVATORY

RESOLVED that the granting of a permanent easement, to an adjacent property owner for access to Fan Mountain Road on property owned by The Rector and Visitors of the University of Virginia, is approved; and

RESOLVED FURTHER that appropriate officers of the University are authorized to execute said easement.

2. APPROVAL OF A PERMANENT EASEMENT FOR VIRGINIA ELECTRIC
AND POWER COMPANY FOR A POWER LINE ON UNIVERSITY
PROPERTY ADJACENT TO THE NORTH GROUNDS CONNECTOR

RESOLVED that the granting of a permanent easement to Virginia Electric and Power Company for a power line adjacent to the North Grounds Connector on property owned by The Rector and Visitors of the University of Virginia, is approved; and

RESOLVED FURTHER that appropriate officers of the University are authorized to execute said easement and to vacate the easement for the existing power line route.

3. APPROVAL OF A PERMANENT EASEMENT FOR THE CITY OF
CHARLOTTESVILLE FOR A NATURAL GAS LINE ON
STILLFRIED LANE LOCATED AT THE KLUGE CHILDREN'S
REHABILITATION CENTER

RESOLVED that the granting of a permanent easement, to the City of Charlottesville for a natural gas line on Stillfried Lane located at the Kluge Children's Rehabilitation Center in Albemarle County on property owned by The Rector and Visitors of the University of Virginia, is approved; and

RESOLVED FURTHER that appropriate officers of the University are authorized to execute said easement.

4. APPROVAL OF A PERMANENT EASEMENT FOR THE ALBEMARLE COUNTY SERVICE AUTHORITY FOR WATER AND SEWER LINES ON STILLFRIED LANE LOCATED AT THE KLUGE CHILDREN'S REHABILITATION CENTER

RESOLVED that the granting of a permanent easement, to the Albemarle County Service Authority for water and sewer lines on Stillfried Lane located at the Kluge Children's Rehabilitation Center in Albemarle County on property owned by The Rector and Visitors of the University of Virginia, is approved; and

RESOLVED FURTHER that appropriate officers of the University are authorized to execute said easement.

5. APPROVAL OF PROPOSED INCREASE IN FACULTY AND STAFF HOUSING RATES FOR 2005-2006

RESOLVED that the faculty and staff housing rates be approved as indicated, effective July 1, 2005. The Executive Vice President and Chief Operating Officer is authorized to increase the rates to market level when a property is vacated.

ACADEMIC DIVISION

<u>Properties</u>	<u>Utilities Furnished</u>	<u>Rents 2004-05 Per Month</u>	<u>Amount of Increase</u>	<u>Percent of Increase</u>	<u>Prop. Rents 2005-06 Per Month</u>	<u>Utilities Paid By Occupant</u>
<u>Piedmont Estates</u>						
1 Bedroom Apt. (7)(F)	WS,E,G,C,T	\$593	\$36	6.07%	\$629	
2 Bedroom Apt. (16)(UF)	WS,E,G,C,T	\$718	\$43	5.99%	\$761	
Houses (3BR) (16)(1E) (UF)	WS,C,T	\$1,030	\$70	6.80%	\$1,100	E, G
Townhouses (3BR)(5)(UF)	WS,C,T	\$1,030	\$70	6.80%	\$1,100	E, G
Farmhouse Apt. 1 (1BR)(F)	WS,E,G,C,T,AC	\$651	\$49	7.53%	\$700	
Farmhouse Apt. 2 (3 BR)(UF)	WS,E,G,C,T	\$672	\$40	5.95%	\$712	
Farmhouse Apt. 3 (1 BR)(F)*	WS,E,G,C,T,AC	\$560	\$140	25.00%	\$700	
Farmhouse Apt. 4 (2 BR)(F)	WS,E,G,C,T,AC	\$736	\$44	5.98%	\$780	
*Furnished for 2005-06						
<u>Sundry</u>						
Vyssotsky Cottage (3BR)(UF)	WS,T, AC	\$825	\$57	6.91%	\$882	E,G
McGuffey Cottage (Eff)(UF)	WS,E,V,T,AC	\$507	\$32	6.31%	\$539	
Upper Mews (1BR)(F)	WS,E,HP,C,T,AC	\$708	\$22	3.11%	\$730	
Lower Mews (1BR)(F)	WS,E,HP,C,T,AC	\$600	\$36	6.00%	\$636	
Monroe Hill Range (1BR)(UF)	WS,E,HVAC,T,V	\$760	\$51	6.71%	\$811	
Brown College Apts. (2)(UF)	WS,E,HVAC,T,V	\$669	\$46	6.88%	\$715	
Hereford Coll. Apts. (2)(UF)	WS,E,HVAC,T,V	\$780	\$48	6.15%	\$828	
Hereford Coll.Princ.Res. (3BR)(UF)	WS,E,HVAC,T,V	\$972	\$58	5.97%	\$1,030	
102 Cresap Fac. Apt. (1BR)(F)	WS,E,G,T,HVAC,V	\$725	\$44	6.07%	\$769	
Hedge House (2BR)(F)	WS,C,T,AC	\$773	\$46	5.95%	\$819	E,G
Orchard House (5RMS)(F)	WS,E,G,C,T,AC	\$372	\$26	6.99%	\$398	

<u>Properties</u>	<u>Utilities Furnished</u>	<u>Rents 2004-05 Per Month</u>	<u>Amount of Increase</u>	<u>Percent of Increase</u>	<u>Prop. Rents 2005-06 Per Month</u>	<u>Utilities Paid By Occupant</u>
118 Oakhurst, Upper (2BR)(UF)	WS,G,C	\$680	\$43	6.32%	\$723	E,T
118 Oakhurst, Lower (2BR)(UF)	WS,G,C,AC	\$680	\$43	6.32%	\$723	E,T
409 Valley Road, (2BR)(F)	WS,E,G,C,AC	\$960	\$58	6.04%	\$1,018	T
411 Valley Road, (2BR)(F)	WS,E,G,C,AC	\$960	\$58	6.04%	\$1,018	T
503 Valley Road, (1BR)(UF)	C	\$544	\$39	7.17%	\$583	WS,E,G,T
424 MLLH, (1BR)(UF)	WS,E,G,C,HVAC,V	\$693	\$49	7.07%	\$742	
423 MLLH, (2BR)(UF)	WS,E,G,C,HVAC,V	\$809	\$49	6.06%	\$858	
<u>Birdwood Properties</u>						
Cottage (1BR)(UF)	WS,C,T	\$554	\$34	6.14%	\$588	E
Garage Apt.(2BR)(UF)	WS,C,T	\$792	\$54	6.82%	\$846	E,G
Cash House (3BR)(UF)	WS,C,T,AC	\$1,013	\$68	6.71%	\$1,081	E,G
Middleton House (4BR)(UF)	WS,C,T,AC	\$1,190	\$71	5.97%	\$1,261	E,G
<u>E & G Properties</u>						
Montebello (3BR/Garage)	WS,E,G,AC	\$745	\$39	5.23%	\$784	C,T
Big Morea (4BR)	WS,E,G,AC,T	\$1,042	\$48	4.61%	\$1,090	C
Little Morea (2BR)	WS,E,G,AC,T	\$800	\$34	4.25%	\$834	C
Sunnyside (4BR)	WS,E,O,AC	\$1,633	\$66	4.04%	\$1,699	C
Monroe Hill House (4BR)	WS,E,HVAC,T,V	\$964	\$45	4.67%	\$1,009	C
Buckingham Palace (Eff)	WS,E,HP,AC,T	\$357	\$21	5.88%	\$378	C
Pavilion I (5BR)	WS,E,HVAC,T,V	\$878	\$43	4.90%	\$921	C
Pavilion II (5BR)	WS,E,HP,T,V	\$650	\$36	5.54%	\$686	C
Pavilion III (5BR)	WS,E,HVAC,T,V	\$878	\$43	4.90%	\$921	C
Pavilion IV (5BR)	WS,E,HP,T,V	\$650	\$36	5.54%	\$686	C
Pavilion V (5BR)	WS,E,HVAC,T,V	\$878	\$43	4.90%	\$921	C
Pavilion VI (5BR)	WS,E,HVAC,T,V	\$878	\$43	4.90%	\$921	C
Pavilion VIII Upper (3BR)	WS,E,HVAC,T,V	\$566	\$34	6.01%	\$600	C
Pavilion VIII Lower (1BR)	WS,E,HVAC,T,V	\$298	\$15	5.03%	\$313	C
Pavilion IX (5BR)	WS,E,HVAC,T,V	\$878	\$43	4.90%	\$921	C
Pavilion X (5BR)	WS,E,HP,T,V	\$650	\$36	5.54%	\$686	C
<u>Blandv Farm</u>						
Curator's House	WS	\$0	\$0	0.00%	\$0	E,O
Green Farm House	WS	\$65	\$0	0.00%	\$65	E,O

Notes:

- In total sixteen properties (Piedmont Houses) were brought to market this budget year.
- The (E) designates properties that have been enhanced.
- The (F) designates properties that are furnished. The (UF) designates properties that are unfurnished.
- Utility abbreviations are as follows: WS (water, sewer), E (electric), G (gas), O (oil), HP (heating plant), HVAC (heating, ventilating, and air conditioning), AC (window air conditioning), C (cable TV), V (voice), and T (trash).

ACTION ITEMS

6. APPROVAL OF SIX-YEAR CAPITAL OUTLAY PLAN

RESOLVED that the Six-Year Capital Outlay Plan for the Academic Division, the Medical Center, and The University of Virginia's College at Wise for the 2006-2012 period is approved; and

RESOLVED FURTHER that appropriate officers of the University are authorized to make necessary revisions to the Plan prior to its submission to the state, provided the revisions do not alter in any substantive way the overall capital program as approved.

7. APPROVAL OF PROPOSED CONTRACT RATES FOR DINING SERVICES FOR 2005-2006 FOR THE ACADEMIC DIVISION AND THE UNIVERSITY OF VIRGINIA'S COLLEGE AT WISE

RESOLVED that the student contract rates for dining services be approved as shown below, effective beginning with the 2005-2006 session:

ACADEMIC DIVISION

	<u>Actual</u> <u>2004-2005</u>	<u>Amount of</u> <u>Increase</u>	<u>Percent</u> <u>Increase</u>	<u>Proposed</u> <u>2005-2006</u>
<u>Regular Meal Plans (1,2)</u>				
Unlimited Entry w/ \$150 Plus Dollars	\$2,990	\$110	3.7%	\$3,100
15 Meals per week w/ \$400 Plus Dollars	2,990	110	3.7%	3,100
13 Meals per week w/ \$500 Plus Dollars	2,990	110	3.7%	3,100
10 Meals per week (first year) w/ \$790 Plus Dollars	2,990	110	3.7%	3,100
10 Meals per week (upperclass) w/ \$350 Plus Dollars	2,550	90	3.5%	2,640
100 Meals per semester w/ \$350 Plus Dollars	1,690	80	4.7%	1,770
80 Meals per semester w/ \$350 Plus Dollars	1,470	70	4.8%	1,540
50 Meals per semester w/ \$390 Plus Dollars	1,110	60	5.4%	1,170
<u>Residential College/Language House Meal Plans (1,2,3)</u>				
Unlimited Entry w/ \$150 Plus Dollars	\$3,100	\$110	3.5%	\$3,210
15 Meals per week w/ \$400 Plus Dollars	3,100	110	3.5%	3,210
13 Meals per week w/ \$500 Plus Dollars	3,100	110	3.5%	3,210
10 Meals per week (first year) w/ \$790 Plus Dollars	3,100	110	3.5%	3,210
10 Meals per week (upperclass) w/ \$350 Plus Dollars	2,660	100	3.8%	2,760
100 Meals per semester w/ \$350 Plus Dollars	1,800	80	4.4%	1,880
80 Meals per semester w/ \$350 Plus Dollars	1,580	70	4.4%	1,650
50 Meals per semester w/ \$390 Plus Dollars	1,220	60	4.9%	1,280

	<u>Actual</u> <u>2004-2005</u>	<u>Amount of</u> <u>Increase</u>	<u>Percent</u> <u>Increase</u>	<u>Proposed</u> <u>2005-2006</u>
<u>Athletic Meal Plans</u>				
Unlimited Entry w/ \$150 Plus Dollars	\$3,100	\$110	3.5%	\$3,210
15 Meals per week w/ \$400 Plus Dollars	3,100	110	3.5%	3,210
13 Meals per week w/ \$500 Plus Dollars	3,100	110	3.5%	3,210
10 Meals per week (first year) w/ \$790 Plus Dollars	3,100	110	3.5%	3,210
10 Meals per week (upperclass) w/ \$350 Plus Dollars	2,660	100	3.8%	2,760
100 Meals per semester w/ \$350 Plus Dollars	1,800	80	4.4%	1,880
80 Meals per semester w/ \$350 Plus Dollars	1,580	70	4.4%	1,650

Other

Law School Dining Spending Account (4)	\$400	(\$200)	-50.0%	\$200
--	-------	---------	--------	-------

THE UNIVERSITY OF VIRGINIA'S COLLEGE AT WISE

19 Meal Plan	\$2,582	\$130	5.0%	\$2,712
12 Meal Plan	2,322	\$116	5.0%	\$2,438

- (1) Plus Dollars are credited to a student's identification card and may be used in the same manner as cash at any board dining hall and/or retail operation.
- (2) First-year students are required to purchase a 13-, 15-, or unlimited-meal plan during their first semester. During their second semester, they may switch to a 10-meal plan with \$790 Plus Dollars.
- (3) Some residential colleges and language houses have a dining requirement as part of their program.
- (4) Law School students are allowed to deposit a minimum \$200 per academic year into a dining spending account.

8. APPROVAL OF REVISED ENROLLMENT PROJECTIONS

WHEREAS, the University's existing enrollment plan, approved by the Board of Visitors in April 2003, must be revised to reflect projected increases in the undergraduate and graduate enrollment levels; and

WHEREAS, the Board previously discussed the University's action plan relative to enrollment growth - to grow by 1,100 undergraduate students and 400 graduate students over the next decade; and

WHEREAS, the University is committed to serving the higher education needs of the Commonwealth of Virginia and the nation; and

WHEREAS, the revised enrollment projections for 2005-2006 through 2009-2010 were submitted to the State Council of Higher Education in Virginia on March 17, 2005;

RESOLVED that the Executive Vice President and Chief Operating Officer is authorized to develop plans with the State Council of Higher Education in Virginia which will put the University on track to increase total enrollment by 1,500 students over the next decade; and

RESOLVED FURTHER that all undergraduate growth maintain the current mix of in-state and out-of-state students.

9. APPROVAL OF ENDOWMENT SPENDING POLICY

WHEREAS, the University's existing endowment spending policy, approved by the Board of Visitors in April 2001, must be revised to align with reduced investment return expectations and to allow the University an opportunity to make strategic adjustments from time to time;

RESOLVED that the endowment spending policy, effective July 1, 2005, shall be as follows:

The spending policy calls for a percentage increase in the annual distribution from the endowment, unless such increase causes the distribution to fall outside a range defined as 3.5 percent on the low end and 5.5 percent on the high end of the market value of the Pooled Endowment Fund. If the distribution falls outside of this range, the Finance Committee may recommend either raising or lowering the rate of increase. The first distribution under the new policy would be made in January 2006.

For Class A shares, the annual increase is pegged to inflation, where "inflation" is defined as the Higher Education Price Index or its equivalent. It is set initially at 3.6 percent and will be reviewed in five years.

For Class B shares, the annual payout is set at the level of the June 2005 distribution, until such time that the payment has been reduced to a unit distribution identical to that of the Class A shares, from which point the annual distribution will remain the same for Class A and Class B shares.

10. APPROVAL OF HOUSING REQUIREMENTS FOR ALL FIRST-YEAR STUDENTS AND PLANNING FOR THE REPLACEMENT OF ALDERMAN ROAD RESIDENCES

WHEREAS, the University of Virginia's educational mission extends to the University residences where undergraduate students live and the related residential programming in which they engage; and

WHEREAS, an undergraduate student's first year is a critical time for assimilation into the University community; and

WHEREAS, having all first-year students live together is central to this process; and

WHEREAS, the Architect of the University has endorsed the continued use of the Alderman Road area as the principal location for first-year student housing and its expansion; and

WHEREAS, most of the residence halls on Alderman Road must be replaced;

RESOLVED the Board of Visitors endorses and reaffirms the requirement that all first-year students live together in University housing for the purpose of creating community and a comprehensive first-year experience; and

RESOLVED FURTHER the Board of Visitors endorses and supports planning to proceed with the replacement of the Alderman Road residences as housing for first-year students.

11. MEMORIAL RESOLUTION ON DR. J. THOMAS HULVEY

WHEREAS, J. Thomas Hulvey, a native of Staunton, took the M.D. from the University of Virginia in 1962; and

WHEREAS, Dr. Hulvey, after military service and a residency in orthopaedic surgery at the University, began the practice of orthopaedic surgery in Abingdon in 1969; and

WHEREAS, Dr. Hulvey attained great distinction in his profession and held teaching appointments in several institutions, including the University; and

WHEREAS, Dr. Hulvey's excellence in his profession was recognized by his colleagues who elected him to numerous professional boards and committees, including the Presidency of the Medical Society of Virginia; and

WHEREAS, Dr. Hulvey served his state and community in many other ways, ranging from the Washington County School Board to the Barter Foundation Board of Trustees, and from being team physician to Abingdon High School to serving as Chairman of the Advisory Committee of the University of Virginia Medical Alumni Association; and

WHEREAS, Dr. Hulvey served on the Board of Visitors from 1990 to 1994; and

WHEREAS, Dr. Hulvey died in Abingdon on March 7, 2005;

RESOLVED, the Board of Visitors notes with profound regret the passing of J. Thomas Hulvey, remembers his selfless service and devotion to the University of Virginia, and expresses its deepest sympathy to Mrs. Hulvey and to their children, Elizabeth, Margaret, and John.