

February 25, 1998

MEMORANDUM

TO: The Executive Committee:

Hovey S. Dabney, Chair
Franklin K. Birckhead
Charles M. Caravati, Jr., M.D.
William H. Goodwin, Jr.
C. Wilson McNeely, III

and

The Remaining Members of the Board:

John P. Ackerly, III	Albert H. Small
Champ Clark	Elizabeth A. Twohy
William G. Crutchfield, Jr.	Henry L. Valentine, II
T. Keister Greer	Walter F. Walker
Elsie Goodwyn Holland	James C. Wheat, III
Terence P. Ross	Kristine L. LaLonde

FROM: Alexander G. Gilliam, Jr.

SUBJECT: Minutes of the Meeting of the Executive Committee
on February 25, 1998

The Executive Committee of the Board of Visitors of the University of Virginia met, in Open Session, at 8:15 a.m., Wednesday, February 25, 1998, in the Dome Room of the Rotunda; Champ Clark served as Acting Chair. Franklin K. Birckhead and C. Wilson McNeely, III, were present; Hovey S. Dabney, Rector, participated by telephone. John P. Ackerly, III, was also present, as were John T. Casteen, III, Alexander G. Gilliam, Jr., Paul J. Forch, Leonard W. Sandridge, Jr., Robert D. Sweeney, Ernest H. Ern, Charles L. Brown, Thomas A. Saunders, Edward Mitchell, and Ms. Jeanne Flippo Bailes.

The Acting Chair explained that the Rector, who is also Chair of the Executive Committee, was in hospital and had asked him to preside in his stead. He asked the Rector, who was hooked up to the meeting by telephone, if he wished to address the Committee.

The Rector apologized for his absence and made a brief statement on the history and importance of the Capital Campaign. He made a point of thanking the volunteer Campaign leadership and the President and Mr. Sweeney for their work which has led to a very successful Campaign.

The Acting Chair then asked Mr. Sandridge, Executive Vice President and Chief Financial Officer, to present the Consent Agenda.

Mr. Sandridge reminded the Committee that the Board, on November 8, 1996, had approved the schematic and preliminary designs for the Health Sciences Center Parking Garage. It has now been determined that at this stage in the construction of the project, a drainage easement under the adjacent Norfolk Southern tracks is needed. Mr. Sandridge proposed a resolution authorizing the University to acquire the easement.

On motion, the Committee approved the resolution and will report its action to the full Board at the Board of Visitors meeting on March 27th.

APPROVAL OF AN EASEMENT FOR THE HEALTH SCIENCES CENTER PARKING GARAGE FOR 600 VEHICLES

The following resolution was adopted:

WHEREAS, the University wishes to acquire a drainage easement under and across the Norfolk Southern railroad tracks and property along the south side of University property in the Health Sciences Center's East Precinct in support of the Health Sciences Center Parking Garage for 600 Vehicles project; and

WHEREAS, in 1996 the General Assembly authorized the construction of the Health Sciences Center Parking Garage project;

RESOLVED that the acquisition of a drainage easement under and across Norfolk Southern property is approved by the Executive Committee for the Board of Visitors.

RESOLVED FURTHER that the Executive Vice President and Chief Financial Officer is authorized to execute any and all easements, contracts or documents pertaining to the acquisition of the aforementioned.

The Acting Chair presented the remaining items on the Consent Agenda: two proposed changes to the Board Manual. One provides for the establishment of the University of Virginia Investment Management Company, and the other makes minor changes to the language of Section 4.11 in the matter of the election and term of office of the Rector.

On motion, the Committee approved the two resolutions and recommended them to the full Board for action at the meeting of the Board of Visitors on March 28th.

AMENDMENTS TO THE MANUAL OF THE BOARD OF VISITORS

The following resolutions were adopted:

(a) The Board may delegate responsibility for management of the University's endowment and non-state investments to a subcommittee of the Finance Committee, to be known as the University of Virginia Investment Management Company. The subcommittee shall consist of the Rector, the chair of the Finance Committee who shall also be chair of the subcommittee, three members of the Finance Committee appointed by the Rector, the President or his/her designee, and a minority representation of not more than four members appointed by the Board from the general public for their investment experience and expertise.

(b) RESOLVED by the Executive Committee of the Board of Visitors of the University of Virginia that the following amendment be made to Section 4.11 of the Board Manual:

The Board at its first regular meeting after February 28, 1986, and every fourth year thereafter, shall elect a Rector from among its members to serve until February 28 of the fourth year thereafter. At the election meeting, the election shall be by majority vote of the members present following nominations, and the Secretary shall serve as the presiding officer until an election is accomplished unless the Board decides to appoint another presiding officer. The Secretary shall count the votes and announce the election of the Rector.

The Acting Chair asked the President to introduce the Action Item on the Agenda.

The President gave a brief history of the Capital Campaign and its importance to the University, now and in the future. He introduced Mr. Brown, Vice Chair of the Campaign, who spoke briefly and in turn introduced Mr. Saunders, Co-Chairman of the Campaign. Mr. Saunders also addressed the Committee and then introduced Mr. Mitchell, the other Co-Chairman, who made brief remarks.

The President returned to the podium and at the invitation of the Acting Chair, proposed a resolution raising the Campaign goal to \$1 billion, with the goal to be met by December 31, 2000.

On motion, the Committee approved the resolution, which will be reported to the full Board at its meeting on March 27-28, 1998.

INCREASE IN CAPITAL CAMPAIGN GOAL

The following resolution was adopted:

WHEREAS, the Campaign for the University of Virginia was launched on October 6, 1995, with a goal of \$750 million; and

WHEREAS, the Campaign has made progress ahead of schedule, attracting to date more than \$600 million in gifts and pledges from alumni, parents, friends, corporations, and foundations; and

WHEREAS, generous donors have demonstrated a willingness to support transformational improvements to the University that will define its future; and

WHEREAS, new priorities have emerged during the course of the Campaign, and the University's schools and programs have raised their respective campaign goals to address these needs; and

WHEREAS, donors have shown exceptional vision by responding generously to the new campaign initiatives identified during the course of the Campaign; and

WHEREAS, a number of critically important needs still remain unmet, including funds for facilities, the libraries, new technology, and the arts;

THEREFORE BE IT RESOLVED that the goal for the Campaign for the University of Virginia be increased to \$1 billion, including outright gifts and future support, to be raised through December 31, 2000.

On motion, the meeting was adjourned at 8:55 a.m.

AGG:jb

Copies to: Mr. John T. Casteen, III
Mr. Paul J. Forch
Dr. Robert W. Cantrell
Mr. Peter W. Low
Mr. Leonard W. Sandridge, Jr.
Mr. Robert D. Sweeney
Mr. Ernest H. Ern
Mr. William W. Harmon
Ms. Colette Capone
Ms. Polley Ann McClure
Mr. Gene D. Block
Mr. Terry Holland
Mr. L. Jay Lemons
Ms. Louise Dudley