

**UNIVERSITY OF VIRGINIA
BOARD OF VISITORS**

Meeting of the Full Board

January 17, 2017

MEETING OF THE FULL BOARD

Tuesday, January 17, 2017

4:00 - 5:00 p.m.

Board Room, The Rotunda

AGENDA

OPEN SESSION

- A. Comments from the Rector
- B. Resolution Exempting the Rector Temporarily from a Federal Security Clearance Requirement
- C. Strategic Investment Fund (SIF) Proposal on Access and Affordability

TEMPORARY EXCLUSION OF RECTOR — JANUARY 2016

WHEREAS, current Department of Defense Regulations contain a provision making it mandatory that the Chair of the Board, a Senior Management Official, and a Facility Security Officer meet the requirements for eligibility for access to classified information established for a contractor facility security clearance; and

WHEREAS, the Senior Management Official and Facility Security Officer at the present time do possess the required eligibility for access to classified information and the process to obtain the requisite Personnel Security Clearance for the Rector, as Chair of the Board, has been initiated and is in process;

WHEREAS, the Defense Security Service now requires that the Rector be excluded from access to classified information until the Rector's application for clearance is fully processed; and

WHEREAS, none of the classified contracts now in place at the University require that the Rector have access to classified information;

RESOLVED, that until such time as the Defense Security Service grants the Rector's Personnel Security Clearance, the Rector, as Chair of the Board, shall not require, shall not have, and can be effectively and formally excluded from access to all CLASSIFIED information disclosed to the University and shall not affect adversely Board and University policies or practices in the performance of classified contracts for the Department of Defense or the Government contracting activities (User Agencies) of the National Industrial Security Program.

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CORNERSTONE GRANT AND ENROLLMENT OF 100 ADDITIONAL VIRGINIANS IN 2017-2018:

WHEREAS, the Board of Visitors created the Strategic Investment Fund on February 19, 2016 to fund investments that support the vision and aspirations of the highest levels of excellence in the University's academic, research, and healthcare missions and have the potential to transform research, research infrastructure, the academic experience, and access and affordability for Virginians; and

WHEREAS, the University of Virginia is committed to enhance access and affordability for in-state families; and

WHEREAS, with respect to access and affordability, the Board of Visitors has been assessing the various financial aid and merit scholarship programs available at the University, in particular AccessUVA, as well as various proposals to further improve access and affordability for middle-income Virginians; and

WHEREAS, at its December meeting the Board of Visitors established a permanent endowment to fund the Bicentennial Scholars program, providing need- and merit-based financial aid for University (including UVA Wise) students, funded by up to \$100 million from the investment earnings of the Strategic Investment Fund over a five-year period, and \$200 million of philanthropic gifts;

RESOLVED, the Board of Visitors authorizes the investment estimated at \$13.5 million in Strategic Investment Fund earnings over three years to establish the Cornerstone Grant, beginning in Academic Year 2017-18. To be eligible to receive a Cornerstone Grant, a qualifying student requesting such grant must satisfy certain criteria to be developed by the University and approved by the Rector and Vice Rector, including having annual family income from all sources of less than \$125,000. In Fall 2017, qualifying first-year and second-year Virginians will be eligible to receive a \$2,000 Cornerstone Grant. Qualifying third-year students will be eligible to receive a \$1,000 grant. In future years, qualifying new and continuing in-state students will be eligible for the new grant; and

RESOLVED FURTHER, the Board of Visitors authorizes the investment of \$1.5 million over three years to support the enrollment of an additional 100 Virginians in the 2017-18 academic year, at least half of whom will be first-year students with an admission preference to applicants to the School of Architecture and the School of Engineering and Applied Science; and

RESOLVED FURTHER, the Executive Vice President and Chief Operating Officer will develop annual estimates for Fiscal Years 2018-19 and 2019-20, based on the previous year's experience, for the Board's review and approval which will reflect anticipated actual funding requirements from the earnings of the Strategic Investment Fund for those years; and

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RESOLVED FURTHER, the Board of Visitors authorizes the Executive Vice President and Chief Operating Officer to use an estimated \$15.0 million in earnings on the Strategic Investment Fund over three years to support the aforementioned proposals for 1) the Cornerstone Grant and 2) increased enrollment of Virginians; and

RESOLVED FURTHER, after the initial three years, the funding to sustain the Cornerstone Grant program and the enrollment of 100 additional Virginians will be incorporated into the annual operating budget, to be funded by a combination of operational savings, private philanthropy, and/or other private revenue sources.