THE UNIVERSITY OF WYOMING

MINUTES OF THE TRUSTEES

SPECIAL MEETING

Wednesday, August 12, 2015

Final minutes can be found on the University of Wyoming Board of Trustees website at www.uwyo.edu/trustees
THE UNIVERSITY OF WYOMING
“SPECIAL” MEETING OF THE BOARD
MINUTES OF THE TRUSTEES

Wednesday, August 12, 2015
7:30-8:00 a.m.
Conference Call
Old Main Boardroom

AGENDA

Call to Order ........................................................................................................................................1

Roll Call ..............................................................................................................................................1

Discussion Items:
   1. Approval of Agency 167 Medical Education Budget .................................................................1

Adjournment .......................................................................................................................................2
Call to Order
Trustee President Dave Palmerlee called the meeting to order at 7:38 a.m.

Roll Call
Trustees participating included: Dave Bostrom, John MacPherson, Jeff Marsh, Mike Massie, John McKinley, Dave Palmerlee, Michelle Sullivan, Dave True, and Wava Tully. Trustees Mel Baldwin and Dick Scarlett did not participate. Ex-officio Trustees President Dick McGinity (in room), and ASUW President Brian Scheuler (in room), and State Superintendent for Public Instruction Jillian Balow participated, as was Chief Academic Officer Brent Bacon. Ex-officio Trustee Governor Matt Mead was not in attendance; Mary Kay Hill, Policy Director for the Governor, participated on his behalf. Ex-officio Trustee Wyoming Community College Commission Director Jim Rose did not participate.

Public Session
1. Approval of Agency 167 Medical Education Budget

Vice President for Administration Bill Mai discussed the proposed Agency 167 Medical Education budget with the Board of Trustees. He noted that the Trustees Budget Committee met last Thursday, August 5, and Friday, August 6, to review the medical education budget. The committee recommended that the Board approve option #1, which was shown on page #1. Vice President Mai reviewed the Board’s previous discussions on salary increases for residency employees, and noted that the Board discussed whether those employees should have additional increases, or be treated like other UW employees. Vice President Mai explained the changes that were made to the salary increases and the medical education budget. He then explained how the budget request was reworked in response to comments from the Board at the August 5, 2015 Board meeting.

Trustee Dave Bostrom moved that the Board approve the Agency 167 Medical Education budget as presented; Trustee John MacPherson seconded the motion. Trustee Mike Massie asked if this motion included the services and capital construction part of the budget, to which Trustee Bostrom clarified that it did.

Trustee Dave True asked if the faculty positions that were being recommended for incremental salary were located in the clinics or if they were campus faculty. Vice President Mai responded that they were clinical positions. Trustee True inquired about the status of receiving Graduate Medical Education (GME) funds. Trustee Massie responded that GME funding was left to Wyoming’s congressional delegation to pursue, and progress was not being made. Vice President for Research and Economic Development Bill Gern reaffirmed Trustee Massie’s answer.

Trustee Michelle Sullivan noted that often when positions were not able to be filled, organizations often hired contract services. She asked if the residencies would have to hire more contract services if they were not able to fill positions. Vice President Mai confirmed that had been the experience at the clinics and in the WWAMI program. He explained that salary problems were often addressed by using contracted positions.
Trustee John McKinley expressed support for the motion on the floor. Trustee President Dave Palmerlee was temporarily unavailable, so Trustee John MacPherson conducted the meeting on his behalf and called for the vote. All trustees were in favor and the motion passed unanimously. Trustees Dave Palmerlee, Mel Baldwin and Dick Scarlett did not vote as they were absent.

Vice President Mai provided a brief update to the Board, explaining that the University had signed a contract on the golf course irrigation replacement, and that the replacement would commence in August 2015.

There was no further business to come before the Board.

**Adjournment**
Trustee President Dave Palmerlee adjourned the meeting at 7:54 a.m.

Respectfully submitted,

Shannon Sanchez  Laura Wespetal
Deputy Secretary, Board of Trustees  Senior Administrative Assistant
2017-2018 UWFMP- Casper & Cheyenne Budget Options

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<th>General Fund</th>
<th>Special Revenue</th>
<th>Total</th>
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</thead>
<tbody>
<tr>
<td>Casper</td>
<td>10,745,055</td>
<td>8,300,038</td>
<td>19,045,093</td>
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<tr>
<td>Cheyenne</td>
<td>11,660,849</td>
<td>4,100,000</td>
<td>15,760,849</td>
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<td><strong>Total</strong></td>
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<td><strong>12,400,038</strong></td>
<td><strong>34,805,942</strong></td>
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Casper Summary: Exception requests as presented.
Cheyenne Summary: Exception requests as presented.

Option 1- No Promotional Salary Increases (Reduced per 8/5/15 BOT action)

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<th>General Fund</th>
<th>Special Revenue</th>
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<td>7,753,103</td>
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<td>Cheyenne</td>
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<tr>
<td><strong>Total</strong></td>
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<td><strong>11,853,103</strong></td>
<td><strong>34,031,246</strong></td>
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Casper Summary: No promotional salaries and benefits ($546,935 special revenue).
Cheyenne Summary: No promotional salaries and benefits ($227,760 general fund).

Note: Unappropriated special revenue (Casper clinic income) balances from prior years’ clinic activities in the amount of $850,000 may be available on a one-time basis to offset the Cheyenne clinic’s FY 17-18 $2,121,804 General Fund request to supplant clinic revenue, which is anticipated to be insufficient to meet funding needs. In addition, $546,935 of Casper clinic revenues anticipated to be generated, and currently included in the Casper clinic’s FY17-18 budget request currently before the board, was made available by the board’s action of denying the salary increase requests at both clinics.
4. PRIORITY # - GENERAL FUND REQUEST TO REPLACE CLINIC INCOME

A. EXPLANATION OF REQUEST: UW is requesting $2,121,804 in General Fund to sustain a like amount of funding appropriated in the current biennial budget for the Cheyenne residency program. For the 2015-2016 biennium, the legislature appropriated $996,424 in one-time General Funds and UW contributed $1,250,000 in one-time funds from its Medical Service Fee Reserve to compensate for a shortfall in fees the Cheyenne residency program was projected to collect. This amount is needed to sustain the current level of operations at the clinic for the FY17/18 biennium. UW’s Medical Service Fee Reserve has a balance of $850,000 from surplus fees collected at the Casper clinic and could, if the governor and legislature determine it to be appropriate, offset a portion of this General Fund request for the Cheyenne clinic.

The UWFMRP-Cheyenne receives funding from two sources: the Wyoming Legislature and clinic revenue. This “two-legged stool” is unique to Wyoming: publicly funded residency programs in other states utilize these two sources and receive additional Graduate Medical Education (GME) funds from the U.S. Department of Health and Human Services. GME funds normally provide 30 to 40 percent of the cost of the residency programs in other states. Owing to federal statute and a decision by Wyoming not to seek eligibility for GME funding, UW’s Family Medicine Residency Program is not eligible to receive GME funding. Without this third leg of the stool, the current funding available from the other two sources is insufficient to support clinic operations in Cheyenne.

In 2014, the university, with the Educational Health Center of Wyoming, received federal designation as a Federally Qualified Health Center look-alike organization. The Educational Health Center of Wyoming is the governing board for the University of Wyoming Family Residency Programs. This governing board is necessary in order to receive a Federally Qualified Health Center designation. The Federally Qualified Health Center designation provides several benefits, including: increased reimbursement rates from Medicare and Medicaid billing, lower cost prescriptions for patients through Pharmacy 340b pricing, and federal medical student loan repayment for physician faculty. While the UWFMRP-Cheyenne is recently realizing increased reimbursement rates from Medicaid and Medicare, its clinic revenue is projected to be less than was previously expected.

B. REQUEST BY OBJECT CODE, FUNDING AMOUNT AND FUND SOURCE:

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<th>Rev Code</th>
<th>Description</th>
<th>Amount</th>
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<td>General Fund</td>
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<td>General Fund</td>
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<tr>
<td>5103</td>
<td>Special Revenue</td>
<td>(2,121,804)</td>
<td>Medical SV Fees -5103 Budget Authority</td>
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<tr>
<td>Total</td>
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<td>$ -</td>
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C. PERFORMANCE JUSTIFICATION: This request is a reoccurrence of the 2015-2016 biennial budget request (Titled: Fiscal Reorganization) in which a shortfall of Medical SV Fees ($1,946,424) was replaced with General Fund ($996,424) and one-time Medical Service Fee Reserve ($1,250,000). This was approved in the budget bill as a one-time transaction, therefore the funding was removed in the development of the 2017-2018 standard budget.