



Special Board of Trustees Meeting
June 18, 2008
Via Conference Call

Minutes

Attendance: Mr. Anthony Walters, Dr. Jordan J. Coffey, Mr. Jackie Collins, Dr. Nerimiah L. Emmett, Ms. Joy Fitzgerald, Mrs. Sarah Hambrecht, Dr. Lutha H. King, Mr. W. Thomas Lomax, Dr. Ruth B. Love, Dr. John E. Maupin, Jr., Mr. Phillip H. McCall, Jr., Mr. Bruce D. Sullivan, Mr. Felker W. Ward, Jr., Dr. Philip G. Wiltz, Jr.

Members Absent: Dr. Regina M. Benjamin, Dr. Lonnie Boaz III, Dr. William H. Cleveland, Dr. Robert M. Franklin, Mr. Eric Holder, Mr. Brian O. Johnson, Mr. Kevin E. Lofton, Dr. Thomas N. Malone, The Honorable Judge Greg Mathis, Dr. Sylvester McRae, Dr. John W. Rowe, The Honorable Calvin Smyre, Dr. Robert L. Wright.

Staff: Dr. Eve J. Higginbotham, Mrs. Sondra Rhoades, Mr. Harold W. Jordan, II, Mr. Eli H. Phillips.

Introduction

The meeting commenced at approximately 11:10 a.m. Dr. Maupin thanked the Trustees for making themselves available for this special Board meeting to approve the FY 2009 budget.

Report of the Vice President, Finance

Mr. Phillips highlighted several line items in FY 2008 budget:

- Existence of an approximately \$1.3 million surplus in the FY 2008 budget based in large part upon unanticipated payments by Grant Hospital.
- Short term line of credit balance of \$2.438 million from the settlement of Karon Hill qui tam litigation
- Note payable on College Partners Inc. ("CPI") liability property of \$5.695 million
- Outstanding \$4.8 million bond on MSM's parking deck

Chairman Walters asked whether MM... ad a report... regarding the line of credit...
to pay the Karon Hill settlement... r. Phillips... to the Trustees...
plus be used to pay down this line... f credit. chairman... ters stated that he...
Trustees consider Management's... ommenta... on about... ng a portion of the...
to pay down the Karon Hill line o... dit before... making... l decision.

Maupin asked whether Management had... plan of a... ion to p...
the... ng Deck. Ms. Fitzgerald asked whether there... as still a...
position and further asked how many positions were... n hold".
there were 12 such positions "on hold" and estimated the...
Dr. Higginbotham also stated an increase in the School's op...
Ge... would allow the School to give raises to key faculty m...
adjustments for several years). ers who had foreg... ne salary

Dr. Maupin stated that FY 2008 was a challenging year... financial...
start... the Class Size expansion proposal over the next three...
in... ed revenues from the State of Georgia over the short...
ber... king analysis of the School's tuition showed that our tu...
the... ge fee structure for comparable medical school. Co...
incre... tuition and fees incrementally over the next several y...
fee... re. to achieve a more optimal

Dr. Maupin thanked Mr. Phillips and members of the finance...
eff... r preparing a budget to submit to the Board of trustees...
the... ing of the fiscal year. Dr. Maupin stated that the bud...
with... p... ovements in the School's IT infrastructure. rtment for their... ollective...
the Board's review... prior to...
process would be... nanced

The Board unanimously approved Management's recommended budget for FY 2009.

Executive Session

The Board of Trustees went into executive session at approximately 11:55 a.m. to discuss the...
President's performance appraisal for FY 2007; evaluation...
ensuring the year; and the School's executive leadership team...
ment and process for the

Respectfully submitted,

Philip Wiltz, Jr., M.D.
Secretary