

the Board. Regent Rogers moved for adoption of the Minutes. Regent Pope provided a second to the motion. The motion was carried.

II. INTERIM ACTION REPORT

Vice Chairman Fishman called upon Chancellor Manning who presented to the Board for approval the Interim Action Report. The report serves as a record of business transacted by the Office of the Chancellor since the previous meeting of the Board. Regent Watkins moved for approval of the report. Regent Bowers provided a second to the motion. The motion passed. A copy of the Report is attached to the official copy of the Minutes as Appendix A.

III. REPORT OF THE COMMITTEES

A. COMMITTEE ON FINANCE AND BUSINESS OPERATIONS

The Committee on Finance and Business Operations met in regular session on June 26, 2003, on the campus of Chattanooga State Technical Community College.

The first item of business was a review of the proposed student fees for maintenance/tuition and other mandatory and non-mandatory incidental fees. After discussion, the Committee approved all proposed increases. A copy of the proposed maintenance fees and out-of-state tuition is attached to the official Board minutes as Appendix B.

The next item on the agenda was a review of the proposed 2003-2004 operating budget for the System. The Committee approved the budget which totals \$1,606,982,000. A copy of the system budget for 2003-2004 is attached to the official Board minutes as Appendix C.

The third item on the agenda was a presentation on a financing and funding model developed by Board staff. The model predicts future mixes of state and student funding based on the following variables: growth in enrollment, the level of state funding, and increases in tuition and fees.

The next agenda item was a review of proposed revisions to TBR Policy 4:02:10:00 – Purchasing Policy and Procedures. After discussion, the Committee approved all proposed revisions to the policy. A copy of the proposed revision is attached to the official Board