I. Call to Order

II. Pledge of Allegiance

III. Certification of the Posting of the Notice of the Meeting

IV. Workshop

   Strategic Plan

V. Closed Session

   The Board of Trustees, in accordance with Sections 551.001, et seq, of the Texas Government Code will move into Closed Session under one or more of the following provision(s) of the ACT:

   Section 551.071 – Consultation With Attorney
   Section 551.072 - Deliberation Regarding Real Property
   Section 551.073 - Deliberation Regarding Prospective Gift
   Section 551.074 - Personnel Matters
   Section 551.076 - Deliberation Regarding Security Devices
   Section 551.087 - Economic Development Negotiations

VI. Reconvene Regular Meeting

VII. Introductions, Special Guests, Recognitions

VIII. Approval of the Minutes of the September 4, 2008 Workshop and Regular Meeting

IX. Citizens Desiring to Address the Board

X. Special Reports and Announcements

   1. Chancellor
2. College Presidents
3. Vice Chancellors
4. Faculty Senate Presidents
5. Other

Summary Report of Awards of Funding Proposals

XI. Consideration of Consent Agenda

(The purpose of the consent agenda is to allow the Board to identify and approve action items which require no additional information or discussion and for which there is unanimous approval. Trustees receive agenda materials one week in advance of the meeting to prepare for the business to be conducted.)

XII. Financial Reports and Considerations

1. Monthly Financial Statements
2. Quarterly Financial Statements
3. Consideration of Approval to Purchase Dental Hygiene Supplies for LSC-Kingwood (ACTION ITEM 1)
4. Consideration of Approval to Purchase Large Format Printing Services (ACTION ITEM 2)
5. Consideration of Approval to Purchase Bus Chartering and Transportation Services (ACTION ITEM 3)
6. Consideration of Approval to Purchase Annual Maintenance and Technical Support for IBM Servers and Related Software (ACTION ITEM 4)
7. Consideration of Approval to Purchase Creative Marketing Services for FY 2008-09 and Authorize the Chancellor or Designee to Negotiate and Execute Contract Addendums (ACTION ITEM 5)
8. Consideration of Approval to Purchase Science Supplies from Additional Vendors (ACTION ITEM 6)
9. Consideration of Approval to Authorize the Chancellor or Designee to Execute a Contract for Purchase of Professional Services for Design of New Water and Sanitary System Connections at LSC-North Harris (ACTION ITEM 7)
10. Consideration of Approval to Purchase Maintenance and Repair Services for Additional Elevator at LSC-Kingwood (ACTION ITEM 8)

11. Consideration of Approval of the Proposed Grant of Utility Easements to Harris County Municipal Utility District No. 500 (MUD #500) for Water and Sewer Lines Located on LSC-CyFair Property (ACTION ITEM 9)

12. Consideration of Approval of Texas Multiple Award Schedule (TXMAS) Cooperative Purchase of Office Furniture for Modular Building at the System Office (ACTION ITEM 10)

13. Consideration of Acceptance of Gifts (ACTION ITEM 11)

14. Consideration of Approval of Renewal of Interlocal Agreement between Lone Star College System (LSCS) and Harris County for Delivery of Breath Alcohol Testing Service (ACTION ITEM 12)

15. Consideration to Ratify a 50% Tuition Credit for Students Withdrawing Due to Hurricane Ike to be Applied to the Spring 2009 Semester Only (ACTION ITEM 13)

XIII. Building and Grounds Report

Construction Projects Update

XIV. Personnel Reports and Considerations

1. Consideration of Ratification of Appointments (ACTION ITEM 14)

2. Consideration of Acceptance of Resignations (ACTION ITEM 15)

3. Consideration of Approval of Commissioning of Peace Officer (ACTION ITEM 16)

XV. Suggested Future Agenda Items

XVI. Adjournment

The Board of Trustees, may at any time prior to adjournment, in accordance with Sections 551.001, et seq. of the Texas Government Code, move into Closed Session under the following provision(s) of the ACT:

Section 551.071 - Consultation With Attorney  
Section 551.072 - Deliberation Regarding Real Property  
Section 551.073 - Deliberation Regarding Prospective Gift  
Section 551.074 - Personnel Matters  
Section 551.076 - Deliberation Regarding Security Devices  
Section 551.087 - Economic Development Negotiations
Certification of Posting of Notice to the October 2, 2008
Workshop and Regular Meeting of the
Lone Star College System’s
Board of Trustees

I, Richard Carpenter, Chancellor of the Lone Star College System, do hereby certify that a notice of this meeting was posted on Monday the 29th day of September, 2008 in a place convenient to the public in the Administration Office of the District Services and Training Center, on all college campuses and on the district website as required by Section 551.002 et seq., Texas Government Code. Special notice of the meeting was provided to the news media as required by Section 551.001 et seq., Texas Government Code.

Given under my hand this the 29th day of September, 2008.

[Signature]

Richard Carpenter
Chancellor
MINUTES OF THE
WORKSHOP AND REGULAR MEETING OF THE BOARD OF TRUSTEES
LONE STAR COLLEGE SYSTEM
DISTRICT SERVICES AND TRAINING CENTER
TRAINING AND DEVELOPMENT BOARD ROOM
5000 RESEARCH FOREST DRIVE
September 4, 2008
5:00 p.m.

PRESENT: Mr. Randy Bates, Chair
Dr. David Holsey, Vice Chair
Ms. Priscilla Kelly, Secretary
Mr. Robert Adam
Dr. Richard Campbell
Mr. David Vogt
Mr. Robert Wolfe

ABSENT: Mr. Chris Daniel, Assistant Secretary
Ms. Stephanie Marquard

I. CALL TO ORDER: Mr. Bates called the workshop and regular meeting of the Board of
Trustees to order at 5:10 p.m. after determining a quorum was present.

II. PLEDGE OF ALLEGIANCE: Mr. Adam led the Board and guests in reciting the
Pledge of Allegiance.

III. CERTIFICATION OF THE POSTING OF THE NOTICE OF THE MEETING:
Chancellor Carpenter confirmed that the Notice for the meeting had been properly
posted. No action was required. A copy is attached as Exhibit “A.”

IV. WORKSHOP: None

V. CLOSED SESSION: At 5:12 p.m. Mr. Bates convened the Board in closed session, in
accordance with Section 551.001 et. Seq. of the Texas Government Code under the
following provision(s) of the Act:

- Section 551.071 – Consultation With Attorney
- Section 551.072 – Deliberation Regarding Real Property
- Section 551.073 – Deliberation Regarding Prospective Gift
- Section 551.074 – Personnel Matters
- Section 551.076 – Deliberation Regarding Security Devices
- Section 551.087 – Economic Development Negotiations

Ms. Kelly arrived at 5:15 p.m. Mr. Vogt arrived at 5:40 p.m.
VI. **RECONVENE REGULAR MEETING:** Mr. Bates reconvened the open meeting at 6:20 p.m.

VII. **INTRODUCTIONS, SPECIAL GUESTS, RECOGNITIONS:** Chancellor Carpenter welcomed Kimberly Stauffer of the Houston Chronicle and Kassia Micek of the Conroe Courier. Chancellor Carpenter introduced Jane Simon, Interim Faculty Senate President from LSC-Tomball; Dr. Donetta Goodall, Vice Chancellor, Academic Affairs & Student Success; Mr. Brian Nelson, General Counsel; Dr. Lawrence Brandyburg, Interim Director of LSC-University Center and Ms. Linda Head, Interim Associate Vice Chancellor of LSC Workforce Development.

VIII. **ACCEPTANCE OF THE MINUTES OF THE AUGUST 7, 2008 PUBLIC HEARING AND WORKSHOP AND REGULAR MEETING:** Mr. Bates noted that the minutes of the August 7, 2008 Workshop and Regular Meeting should be amended to reflect that Mr. Adam abstained from the vote on Action Item 10. Upon a motion by Dr. Holsey and a second to the motion by Ms. Kelly, the Board unanimously approved the amended minutes.

IX. **CITIZENS DESIRING TO ADDRESS THE BOARD:** None

X. **SPECIAL REPORTS AND ANNOUNCEMENTS:**

1. **Chancellor:** Chancellor Carpenter thanked Mr. Bates, Dr. Campbell, Mr. Daniels, Ms. Marquard and Mr. Vogt for attending the 2008 Lone Star College System Convocation. Chancellor Carpenter reported as of September 4, 2008 LSCS has enrolled 51,537 students, an increase of 5.5%. In Distance Learning LSCS is serving students with 698 course sections, 8,128 students, a 9% increase over this period last fall.

2. **College Presidents:** Dr. Ray Hawkins, president of LSC-Tomball, presented a report on the impact of the student activity fee on the growth and development of the student activity program. The student activity fee of $2.00 per credit hour dedicated to student activities was approved by the Board on March 26, 2002. All of the colleges have a comprehensive student activities program consisting of social, educational and cultural activities. Students are involved from beginning to end in planning and hosting programs. Opportunities for the students include leadership training, public speaking, hands on experience with graphic design, and regional and national leadership trips.

3. **Vice Chancellors:** Ms. Cindy Gilliam, vice president of administration and finance, presented an update on the 2008 tax rate after receiving the certified tax rolls from the chief tax appraisers from Harris, Montgomery and San Jacinto Counties. The System is recommending a decrease in the tax rate for 2008 with the operating part of the rate decreasing 5.3% and the debt rate to pay off bonded debt remaining the same, resulting in an overall decrease in the tax rate of almost 4%.
4. **Faculty Senate Presidents:** Dr. David Putz, faculty senate president of LSC-Kingwood, representing the faculty senate presidents, welcomed Mr. Adam and Mr. Wolfe to the Board, congratulated Ms. Kelly for her re-election and recognized Mr. Bates for the seventeen years of leadership he has provided the System. Dr. Putz also welcomed Dr. Goodall and Mr. Nelson to the System and Ms. Westerfeld as interim president of Montgomery and Dr. Persson as president of Kingwood. Dr. Putz introduced the faculty senate presidents: Ms. Dorothy Reade from LSC-North Harris, Ms. Jane Simons, interim, from LSC-Tomball, Ms. Idolina Hernandez from LSC-CyFair and Dr. Craig Livingston from LSC-Montgomery. The faculty senate presidents thanked the Board for the 4% cost of living increase, providing adjuncts with a gas allowance for transportation to and from our colleges, the 10% adjustment for our new hires and passing the policy manual.

**XI. CONSIDERATION OF CONSENT AGENDA:** Mr. Bates proceeded with the Consent Agenda. Action Items 5 and 18 were recommended to be considered separately. Dr. Campbell made a motion to approve Action Items 1, 2, 3, 4, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 19, 20, 21, and 22. Mr. Adam seconded the motion, and the Board unanimously passed the Consent Agenda. A copy is attached as Exhibit “B.”

**XII. POLICY REPORTS AND CONSIDERATIONS**

1. **Consideration of Approval for Board of Trustees Travel (ACTION ITEM 1):** the Board unanimously authorized Robert Adam, Randy Bates, Chris Daniel, Priscilla Kelly, David Vogt and Robert Wolfe to attend the Association of Community Colleges Trustees Annual Congress in New York, NY from October 29, 2008 to November 1, 2008. This item was passed in the Consent Agenda. A copy is attached as Exhibit “C.”

2. **Consideration of Waiver of the First Reading and the Adoption of the Recommended Revision to Board Policy Section IV B.2.04: Multi-Year Contracts – Faculty (ACTION ITEM 2):** the Board unanimously waived the first reading and adopted the proposed revision to Board Policy Section IV B.2.04: Multi-Year Contracts – Faculty. This item was passed in the Consent Agenda. A copy is attached as Exhibit “D.”

**XIII. CURRICULUM REPORTS AND CONSIDERATIONS**

1. **Consideration of Approval of the Continuing Education Tuition Recommendations for Implementation Spring 2009 (ACTION ITEM 3):** the Board unanimously approved the CE tuition recommendations. This item was passed in the Consent Agenda. A copy is attached as Exhibit “E.”

2. **Consideration for Approval of the Core Curriculum for the Associate of Arts and the Associate of Science Degree for 2008-2009 (ACTION ITEM 4):** the Board unanimously approved the revised Associate of Arts and Associate of Science Core Curriculum for the 2008-2009 academic year. The revised core curriculum must be
submitted to the Texas Higher Education Coordinating Board. This item was passed
in the Consent Agenda. A copy is attached as Exhibit “F.”

XIV. FINANCIAL REPORTS AND CONSIDERATIONS

1. Monthly Financial Statements: Ms. Cindy Gilliam, vice chancellor for administration
   and finance, presented the monthly financial statements. A copy is attached as
   Exhibit “G.”

2. Consideration of Resolution and Ordinance Fixing and Levying Ad Valorem Taxes
   for the Year 2008 and Directing the Assessment and Collection Thereof (ACTION
   ITEM 5): upon a motion by Ms. Kelly and a second to the motion by Dr. Holsey,
   the Board unanimously set the tax rate for the 2008 Maintenance and Operations
   (M&O) component of the ad valorem tax rate at $0.0766/$100 valuation and the
   Interest and Sinking (I&S) component for the 2008 tax rate at $0.0335/$100
   valuation, for a total tax rate of $0.1101/$100 valuation. A copy is attached as
   Exhibit “H.”

3. Consideration of Approval to Purchase Custodial Supplies (ACTION ITEM 6): the
   Board unanimously approved the purchase of custodial supplies for an estimated
   amount of $890,000 over two years from the following vendors: American Solutions
   for Business, High Point Sanitary Solutions, Brawner Paper Co., Hillyard, Inc.,
   Buckeye Cleaning Center, Interboro Packaging, Inc., Corporate Express of Texas,
   Inc., JanPak of Texas, Inc., Crown Paper & Chemical, Matera Paper Company,
   & Janitorial, Great Southwest Paper Co., Texan Floor Service, Gulf Coast Paper Co.,
   Inc, ZEP Manufacturing Co. This item was passed in the Consent Agenda. A copy is
   attached as Exhibit “I”

4. Consideration of Approval to Purchase Science Supplies (ACTION ITEM 7): the
   Board unanimously approved the purchase of science supplies for an estimated
   amount of $113,550 for one year from the following vendors: Atlas Medical Supply,
   Frey Scientific, Bio Corp, Nasco, Bio-Rad Laboratories, Sargent Welch, Benz
   Microscopes Optic Center, Spectrum, Carolina Biological Supply, Troy Biological,
   Connecticut Valley Biological Supply, VWR International, and LLC Fisher
   Scientific. This item was passed in the Consent Agenda. A copy is attached as
   Exhibit “J.”

5. Consideration of Approval to Purchase Emergency Medical Training (EMT) and
   Nursing Supplies (ACTION ITEM 8): the Board unanimously approved the
   purchase of EMT and nursing supplies for an estimated amount of $150,000 over two
   years from the following vendors: Bound Tree Medical, Pocket Nurse, Edwards
   Medical Supply, Inc., School Health Corporation, Moore Medical LLC, Tri-anim
   Health Services, Inc. This item was passed in the Consent Agenda. A copy is
   attached as Exhibit “K.”
6. **Consideration of Approval to Replace Original Building Access Control and Monitoring System at LSC-Montgomery (ACTION ITEM 9):** the Board unanimously approved the replacement of the original building access control and monitoring system at LSC-Montgomery from the lowest bidder, Commercial Access, 2833 Westside Drive Pasadena, TX 77502 in the amount of $324,103. This item was passed in the Consent Agenda. A copy is attached as Exhibit “L.”

7. **Consideration of Approval of Texas Procurement and Support Services’ (TPASS) Texas Multiple Award Schedule (TXMAS) Cooperative Purchase of Lecture Hall Seating at LSC-North Harris and LSC-University Center (ACTION ITEM 10):** the Board unanimously approved the TXMAS cooperative purchase of lecture hall seating at LSC-North Harris and LSC-University Center from KI, 7026 Old Katy Road, Suite 262, Houston, TX 77024 for an estimated amount of $56,200. This item was passed in the Consent Agenda. A copy is attached as Exhibit “M.”

8. **Consideration of Approval to Purchase Assessment Tests (ACTION ITEM 11):** the Board unanimously approved the purchase of paper and computerized assessment tests for an estimated amount of $300,000 from the following vendors: American College Testing (ACT), ASSET and COMPASS and the College Board, ACCUPLACER. This item was passed in the Consent Agenda. A copy is attached as Exhibit “N.”

9. **Consideration of Approval of Proposed Guaranteed Maximum Price (GMP) for Electrical Infrastructure Improvements at LSC-North Harris (ACTION ITEM 12):** the Board authorized the Chancellor or his designee to negotiate and execute a GMP agreement for electrical infrastructure improvements at LSC-North Harris with Teal Construction Company, 1335 Brittmoore, Houston, TX 77043, in an amount not to exceed $1,366,500. This item was passed in the Consent Agenda. A copy is attached as Exhibit “O.”

10. **Consideration of Approval of Department of Information Resource (DIR) Cooperative Purchase of Technology Hardware, Software and Services (ACTION ITEM 13):** the Board unanimously approved DIR cooperative purchase of technology hardware, software and services for an estimated amount of $6,000,000 for FY 2008-09. This item was passed in the Consent Agenda. A copy is attached as Exhibit “P.”

11. **Consideration of Approval of Texas Procurement and Support Services (TPASS) Texas Multiple Award Schedule (TXMAS) Cooperative Purchase of Mechanical Construction Services for LSC-North Harris (ACTION ITEM 14):** the Board unanimously approved the TXMAS cooperative purchase of mechanical construction services for LSC-North Harris from Fort Bend Mechanical, 13625 Stafford Road, Stafford, TX 77477, in the amount of $375,750. This item was passed in the Consent Agenda. A copy is attached as Exhibit “Q.”

12. **Consideration of Approval of Department of Information Resources (DIR) Purchase of Information Technology (IT) Research and Advisory Services (ACTION ITEM
15): the Board unanimously approved the DIR purchase of IT research and advisory services from Gartner, Inc., 56 Top Gallant Road, Stamford, CT 06904 in the amount of $62,100 annually for a total amount of up to $124,200 over two years. This item was passed in the Consent Agenda. A copy is attached as Exhibit “R.”

13. Consideration of Approval to Purchase FY 2008-09 Library Books, Publications and Materials (ACTION ITEM 16): the Board unanimously approved the FY 2008-09 purchase of books, publications and materials for the five system libraries and associated centers for an estimated amount of $795,000. This item was passed in the Consent Agenda. A copy is attached as Exhibit “S.”

14. Consideration of Approval to Purchase Web Based Applications for Curriculum Development and Program Review (ACTION ITEM 17): the Board unanimously approved the purchase of web based software applications from the lowest bidder, Governet, 1520 Bolero Drive, Santa Barbara, CA 93108 in the amount of $105,000 plus annual maintenance fees of $31,000 as long as the software is utilized. This item was passed in the Consent Agenda. A copy is attached as Exhibit “T.”

15. Consideration of Approval of the Proposed Municipal Utilities District (MUD) Agreement for Domestic Water and Wastewater Treatment for LSC-North Harris (ACTION ITEM 18): upon a motion by Mr. Adam and a second to the motion by Dr. Holsey the Board unanimously approved, subject to the Chancellor and LSC General Counsel to review and approve the language of the Agreement for domestic water and wastewater treatment for LSC-North Harris with Richey Road Municipal Utility District. A copy is attached as Exhibit “U.”

16. Consideration of Approval of Memorandum of Understanding (MOU) between Lone Star College System - Montgomery and The Woodlands Fire Department, Inc. (ACTION ITEM 19): the Board unanimously approved the contract between Lone Star College-Montgomery and The Woodlands Fire Department, Inc., 9951 Grogan’s Mill Road, The Woodlands, Texas 77380 for use of the Fire Department’s new 20,000 square foot training facility at a cost of $42,000 per year ($3,500 monthly) for a term of two years. This item was passed in the Consent Agenda. A copy is attached as Exhibit “V.”

XV. BUILDING AND GROUNDS REPORT:
Construction Projects Update: the Board reviewed the report as presented. A copy is attached as Exhibit “W.”

XVI. PERSONNEL REPORTS AND CONSIDERATIONS:
1. Consideration of Ratification of Appointments (ACTION ITEM 20): the Board ratified the appointments as presented. This item was passed in the Consent Agenda. A copy is attached as Exhibit “X.”
2. **Consideration of Acceptance of Resignations (ACTION ITEM 21):** the Board accepted the resignations as presented. This item was passed in the Consent Agenda. A copy is attached as Exhibit “Y.”

3. **Consideration of Approval of Commissioning of Peace Officer (ACTION ITEM 22):** the Board unanimously approved the commissioning of the following peace officer for the Lone Star College System: LSC–Kingwood –David E. Harrell. This item was passed in the Consent Agenda. A copy is attached as Exhibit “Z.”

**XVII. SUGGESTED FUTURE AGENDA ITEMS:** None

**XVIII. ADJOURNMENT:** There being no further business, the meeting was adjourned at 7:15 p.m.

ATTEST:

_________________________________   ______________________________
Board of Trustees, Chair                     Board of Trustees, Secretary
Report: Summary Report of Funding Proposal Awards

Table 1 describes the grant award totals by quarter. The attached report (in order by fiscal agent and by date) includes a more detailed list of the funding proposals that have been awarded during the fourth quarter of FY 2008.

Table 2 provides an overall summary of grant seeking activities.

Table 1: Grants Awarded

<table>
<thead>
<tr>
<th>Quarter</th>
<th>Number of Grants Awarded</th>
<th>Total Amount Awarded</th>
</tr>
</thead>
<tbody>
<tr>
<td>Q1</td>
<td>6</td>
<td>11</td>
</tr>
<tr>
<td>Q2</td>
<td>7</td>
<td>3</td>
</tr>
<tr>
<td>Q3</td>
<td>7</td>
<td>6</td>
</tr>
<tr>
<td>Q4</td>
<td>16</td>
<td>7</td>
</tr>
<tr>
<td>Totals</td>
<td>36</td>
<td>27</td>
</tr>
</tbody>
</table>

Table 2: Summary of Grant Seeking Activities

<table>
<thead>
<tr>
<th></th>
<th>FY 2007</th>
<th>FY 2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of Awards</td>
<td>36</td>
<td>27</td>
</tr>
<tr>
<td>Amount of Awards</td>
<td>$9,988,356</td>
<td>$5,585,002</td>
</tr>
<tr>
<td>LSCS as Fiscal Agent</td>
<td>29</td>
<td>24</td>
</tr>
<tr>
<td>Number of Pending Proposals</td>
<td>6</td>
<td>7</td>
</tr>
<tr>
<td>Amount of Pending Proposals</td>
<td>$494,392</td>
<td>$1,967,624</td>
</tr>
<tr>
<td>Number of Proposals Not Funded</td>
<td>8</td>
<td>4</td>
</tr>
<tr>
<td>Amount of Proposals Not Funded</td>
<td>$1,526,263</td>
<td>$837,396</td>
</tr>
<tr>
<td>Total Number of Proposals Submitted</td>
<td>50</td>
<td>38</td>
</tr>
<tr>
<td>Total Amount of Proposals Submitted</td>
<td>$12,009,011</td>
<td>$6,422,398</td>
</tr>
<tr>
<td>Success Rate [awards/( proposals - pending)]</td>
<td>82%</td>
<td>87%</td>
</tr>
</tbody>
</table>
1. Grant Title: Adult Ed TANF FY 2008  
Source: Texas Education Agency (TEA)  
Amount Awarded: $1,110,836  
Date Awarded: 6/26/2008  
Lone Star College is Fiscal Agent  
Project Director: April C. Malone  
Lead Campus: LSC-North Harris  
Duration: 1 Year  
Description and Outcomes:  
These funds will be utilized to provide educational programs to adults in the service areas of Aldine Independent School District, Humble Independent School District, Spring Independent School District and Tomball Independent School District. The services provided are basic skill and secondary school instruction to GED and ESL students. This program has been in existence for twenty years.

2. Grant Title: GTF Community College Scholarship Program FY 2008  
Source: Greater Texas Foundation  
Amount Awarded: $100,000  
Date Awarded: 7/8/2008  
Lone Star College is Fiscal Agent  
Project Director: Jason Kot  
Lead Campus(es): LSCS and LSC Foundation  
Duration: 1 Year  
Description and Outcomes:  
LSCS and LSC Foundation worked together to create a new Student Success Scholarship proposal in response to an RFP for The Community College Scholarship Program, sponsored by the Greater Texas Foundation. This scholarship program is intended to help meet the unique financial aid needs of community college students to remove barriers to education. The Student Success Scholarship program utilizes cash and endowment funds from the Greater Texas Foundation and LSC Foundation to create annual scholarships for first time community college students that show success in moving through developmental math courses. This scholarship program will specifically support another major initiative at LSCS, Achieving the Dream.
3. Grant Title: TWC Manufacturing Skills Development  
Source: Texas Workforce Commission (TWC)  
Amount Awarded: $301,045  
Date Awarded: 7/30/2008  
Lone Star College is Fiscal Agent  
Project Director: Linda Head  
Lead Campus: LSC-Montgomery  
Duration: 1 Year  
Description and Outcomes:  
ReedHycalog and LSC-Montgomery have partnered to develop a training program that focuses on upgrading skills of incumbent workers, defining a career ladder for new hires, and training support personnel all of which are critical for the company’s success. ReedHycalog is projecting an increase in the number of employees in summer 2008. This award will provide trained employees necessary for ReedHycalog’s success as they invest in taking a new technology into production to meet immediate energy drilling needs.

4. Grant Title: Pride and Passion: The African American Baseball Experience  
Source: National Endowment for the Humanities  
Amount Awarded: $2,500  
Date Awarded: 8/25/2008  
Lone Star College is Fiscal Agent  
Project Director: Michael Stafford and Anthony McMillan  
Lead Campus: LSC-CyFair  
Duration: 4 Years  
Description and Outcomes:  
Since opening its doors in August 2003, the Harris County Public Library, CyFair Branch, has served as both the local community and the college library. The library is a unique joint-use partnership between the Harris County Public Library and Lone Star College System. With this award, the library will be able to display “Pride and Passion: The African American Baseball Experience.” This exhibit and tour have been developed by the Baseball Hall of Fame and Museum. The exhibit will tour sometime between January 2009 and November 2012. Funds from this award will enable one LSC-CyFair employee to travel to a workshop about the exhibit in Cooperstown, NY in October 2008.

5. Grant Title: Project Great Continuation FY 2008  
Source: Texas Education Agency (TEA)  
Amount Awarded: $384,000  
Date Awarded: 8/26/2008  
Lone Star College is Fiscal Agent  
Project Director: LSC-CyFair
Duration: 1 Year

Description and Outcomes:
LSC-CyFair has been approved to continue into a fourth year of this grant funded project. This award allows LSCS-CyFair to provide training and technical assistance to adult education and family literacy programs in the coastal region. This project provides approximately 200 trainings per year to 12,000 participants and generates approximately 12,000 contact hours. Funds support staff, trainers, all materials and project technology.

6. Grant Title: Perkins Basic FY 2008
Source: THECB - Texas Higher Education Coordinating Board
Amount Awarded: $683,842
Date Awarded: 8/29/2008
Lone Star College is Fiscal Agent
Project Director: Christina Todd
Lead Campus: LSCS
Duration: 1 Year

Description and Outcomes:
These annual funds are used to support workforce education programs and students. The funds are allocated to the colleges to upgrade workforce curriculum, update equipment and provide support to workforce education students and special populations enrolled in workforce education programs and courses.

7. Grant Title: Perkins Tech Prep FY 2008
Source: THECB - Texas Higher Education Coordinating Board
Amount Awarded: $880,646
Date Awarded: 8/29/2008
Lone Star College is Fiscal Agent
Project Director: Bob Lucas
Lead Campus: LSCS
Duration: 1 Year

Description and Outcomes:
These are funds that have been awarded to the Gulf Coast Tech Prep Consortium. The Gulf Coast Tech Prep Consortium is a partnership of seventy-nine area independent school districts, the nine community colleges located in the Gulf Coast Region, representatives from major universities, business and industry, government agencies, and labor. This consortium serves over 900,000 K-14 students in the Gulf Coast Region. It is the goal of the Consortium to work together to develop new and innovative programs and to continually update Tech Prep programs utilizing the Texas Essential Knowledge and Skills (TEKS) and the Workforce Education Course Manual (WECM) guidelines. The primary focus will be to continue to identify and recruit Tech Prep students.
Consideration of Consent Agenda

Board Meeting 10-2-08

Consent Agenda:  A roll call of individual action items will determine the consent agenda. If a trustee has a question or plans to cast a negative vote regarding a specific recommendation, then the trustee/trustees need to acknowledge their intention to the Chair by show of hand during the roll call: this action item will be considered in the regular order of business as an individual action item.

Those action items that the trustees plan to approve without further question or discussion will be placed on the consent agenda during roll call of individual action items. Upon the creation of the consent agenda, a motion, a second to the motion, and unanimous approval of the Board of Trustees is needed to approve the action items. Upon approval of the consent agenda, the Board of Trustees will proceed with the remainder of the agenda.

Rationale: The consent agenda format is an organization process for meetings that allows the governing board to focus their time and attention on action items that require more elaboration, information, and/or discussion. The intent of the consent agenda is to support efficiency and effectiveness of the meeting.

Tally of Action Items:

<table>
<thead>
<tr>
<th>#</th>
<th>Action</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Approve Purchase Dental Hygiene Supplies/K</td>
</tr>
<tr>
<td>2</td>
<td>Approve Purchase Large Formal Printing Services</td>
</tr>
<tr>
<td>3</td>
<td>Approve Purchase Bus Chartering/Transportation Svcs</td>
</tr>
<tr>
<td>4</td>
<td>Approve Purchase Annual Maintenance/Tech Support</td>
</tr>
<tr>
<td>5</td>
<td>Approve Purchase Mktg Svcs/Authz Chan/Neg/Exec Contract/</td>
</tr>
<tr>
<td>6</td>
<td>Approve Purchase Science Supplies from Add’l Vendors</td>
</tr>
<tr>
<td>7</td>
<td>Authorize Chancellor/Exec Contract/Pur/Svc/Design/Wtr Sys/NH</td>
</tr>
<tr>
<td>8</td>
<td>Approve Purchase Maintenance/Repair Svcs/Elevator/K</td>
</tr>
<tr>
<td>9</td>
<td>Approve Utility Easements/Harris Cty MUD 500/CF</td>
</tr>
<tr>
<td>10</td>
<td>Approve Purchase Office Furniture/Modular Bldg/SO</td>
</tr>
<tr>
<td>11</td>
<td>Accept Gifts</td>
</tr>
<tr>
<td>12</td>
<td>Approve Agreement/Harris Cty/Breath Alcohol Test Svcs</td>
</tr>
<tr>
<td>13</td>
<td>Ratify Tuition Credit Due to Hurricane Ike</td>
</tr>
<tr>
<td>14</td>
<td>Ratify Appointments</td>
</tr>
<tr>
<td>15</td>
<td>Accept Resignations</td>
</tr>
<tr>
<td>16</td>
<td>Approve Commissioning of Peace Officer</td>
</tr>
</tbody>
</table>
Report: Monthly Financial Statements

The financial statements for the month ended August 31, 2008 are presented for Board review. These statements represent preliminary results for the fiscal year ended August 31, 2008. Final results will be presented in December accompanied by a report from our external auditors.
# LONE STAR COLLEGE SYSTEM

## STATEMENT OF CURRENT OPERATING FUNDS, EXCLUDING THE TECHNOLOGY FUND

### REVENUES, EXPENDITURES AND OTHER CHANGES - BUDGET & ACTUAL

FOR THE TWELVE MONTHS ENDED AUGUST 31, 2008

<table>
<thead>
<tr>
<th></th>
<th>100% OF PRIOR YEAR</th>
<th>% OF ACTUAL</th>
<th>08/31/07</th>
<th>% ACTUAL</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>BUDGET</td>
<td>ACTUAL</td>
<td>TO BUDGET</td>
<td>ACTUAL</td>
</tr>
</tbody>
</table>

### REVENUES:

<table>
<thead>
<tr>
<th>Source</th>
<th>Budget</th>
<th>Actual</th>
<th>To Budget</th>
<th>Prior Year</th>
<th>Actual</th>
</tr>
</thead>
<tbody>
<tr>
<td>STATE APPROPRIATIONS</td>
<td>$54,850,000</td>
<td>$55,122,762</td>
<td>100.50%</td>
<td>$49,113,362</td>
<td>100.00%</td>
</tr>
<tr>
<td>TUITION AND FEES</td>
<td>44,940,000</td>
<td>45,387,211</td>
<td>101.00%</td>
<td>40,891,315</td>
<td>100.00%</td>
</tr>
<tr>
<td>TAXES</td>
<td>81,000,000</td>
<td>84,284,957</td>
<td>104.06%</td>
<td>74,686,057</td>
<td>100.00%</td>
</tr>
<tr>
<td>INVESTMENTS</td>
<td>1,666,446</td>
<td>1,802,140</td>
<td>108.14%</td>
<td>2,303,682</td>
<td>100.00%</td>
</tr>
<tr>
<td>OTHER</td>
<td>2,307,664</td>
<td>2,481,690</td>
<td>107.54%</td>
<td>1,748,819</td>
<td>100.00%</td>
</tr>
<tr>
<td>TOTAL EDUCATIONAL AND GENERAL REVENUES</td>
<td>184,764,110</td>
<td>189,078,760</td>
<td>102.34%</td>
<td>168,743,235</td>
<td>100.00%</td>
</tr>
</tbody>
</table>

### EXPENDITURES:

<table>
<thead>
<tr>
<th>Category</th>
<th>Budget</th>
<th>Actual</th>
<th>To Budget</th>
<th>Prior Year</th>
<th>Actual</th>
</tr>
</thead>
<tbody>
<tr>
<td>INSTRUCTION - ACADEMIC</td>
<td>48,195,697</td>
<td>47,970,499</td>
<td>99.53%</td>
<td>43,509,469</td>
<td>100.00%</td>
</tr>
<tr>
<td>INSTRUCTION - WORKFORCE</td>
<td>26,127,657</td>
<td>24,631,972</td>
<td>94.28%</td>
<td>24,068,312</td>
<td>100.00%</td>
</tr>
<tr>
<td>PUBLIC SERVICE</td>
<td>788,021</td>
<td>670,976</td>
<td>85.15%</td>
<td>703,731</td>
<td>100.00%</td>
</tr>
<tr>
<td>ACADEMIC SUPPORT</td>
<td>31,820,928</td>
<td>30,738,773</td>
<td>96.60%</td>
<td>26,808,319</td>
<td>100.00%</td>
</tr>
<tr>
<td>STUDENT SERVICES</td>
<td>15,122,720</td>
<td>14,359,847</td>
<td>94.96%</td>
<td>12,432,147</td>
<td>100.00%</td>
</tr>
<tr>
<td>INSTITUTIONAL SUPPORT</td>
<td>27,227,299</td>
<td>24,427,579</td>
<td>89.72%</td>
<td>23,564,695</td>
<td>100.00%</td>
</tr>
<tr>
<td>PLANT OPERATION AND MAINTENANCE</td>
<td>24,347,012</td>
<td>23,227,725</td>
<td>95.40%</td>
<td>23,390,111</td>
<td>100.00%</td>
</tr>
<tr>
<td>STAFF BENEFITS</td>
<td>8,457,136</td>
<td>9,226,897</td>
<td>109.10%</td>
<td>9,226,713</td>
<td>100.00%</td>
</tr>
<tr>
<td>TOTAL EDUCATIONAL AND GENERAL EXPENDITURES</td>
<td>182,086,470</td>
<td>175,254,268</td>
<td>96.25%</td>
<td>163,703,497</td>
<td>100.00%</td>
</tr>
</tbody>
</table>

### OTHER CHANGES - DEBT SERVICE & FUND TRANSFERS

<table>
<thead>
<tr>
<th></th>
<th>$3,042,360</th>
<th>$9,800,024</th>
<th>$2,032,767</th>
</tr>
</thead>
</table>

### NOTE:

Subject to change pending completion of the August 31, 2008 audit.
LONE STAR COLLEGE SYSTEM

STATEMENT OF OPERATIONS - TECHNOLOGY FUND
REVENUES, EXPENDITURES AND OTHER CHANGES - BUDGET & ACTUAL
FOR THE TWELVE MONTHS ENDED AUGUST 31, 2008

<table>
<thead>
<tr>
<th></th>
<th>100 % OF FISCAL YEAR</th>
<th>% ACTUAL TO BUDGET</th>
<th>PRIOR YEAR 08/31/07</th>
<th>% OF ACTUAL</th>
</tr>
</thead>
<tbody>
<tr>
<td>BUDGET</td>
<td>ACTUAL</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>REVENUES:</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Technology fee</td>
<td>$ 5,260,000</td>
<td>$ 5,260,839</td>
<td>100.02%</td>
<td>$ 4,966,005</td>
</tr>
<tr>
<td>Investments</td>
<td>100,000</td>
<td>108,524</td>
<td>108.52%</td>
<td>120,067</td>
</tr>
<tr>
<td>Miscellaneous</td>
<td>20,000</td>
<td>19,622</td>
<td>98.11%</td>
<td>17,964</td>
</tr>
<tr>
<td>Total revenues &amp; additions</td>
<td>$5,380,000</td>
<td>$5,388,985</td>
<td>100.17%</td>
<td>$5,104,036</td>
</tr>
</tbody>
</table>

EXPENDITURES:

Automated Library System
Salaries and Benefits                      - - - 1,657 100.00%
Services 271,810 269,336 99.09% 232,139 100.00%
Travel and Professional Development 2,680 - 0.00% 3,854 100.00%
Supplies 14,475 14,173 97.91% 12,873 100.00%
Communications 24,000 24,000 100.00% 24,000 100.00%
Total Dynix Library System 312,965 307,509 98.26% 274,523 100.00%

Datatel Services
Salaries and Benefits                      - - - - -
Services 797,101 785,985 98.61% 745,202 100.00%
Travel and Professional Development 844 812 96.21% 18,078 100.00%
Supplies 99 99 100.00% 1,563 100.00%
Communications 16,994 14,781 86.98% 14,578 100.00%
Equipment 41,100 41,100 - 259,335 100.00%
Total Datatel Services 856,138 842,777 98.44% 1,038,756 100.00%

E-Mail Services & Telecommunications
Administrative Salaries and related benefits - - - - -
Services 827,148 790,484 95.57% 759,899 100.00%
Travel and Professional Development 22,097 23,601 106.81% 40,746 100.00%
Supplies 73,784 78,225 106.02% 55,364 100.00%
Communications 307,807 281,714 91.52% 136,737 100.00%
Equipment 385,627 288,241 74.75% 410,427 100.00%
Total E-Mail Services & Telecommunications 1,616,463 1,462,265 90.46% 1,403,173 100.00%

Campus Support
Salaries and Benefits                      - - - - -
Services 384,241 358,084 93.19% 101,369 100.00%
Supplies 949,753 923,092 97.19% 880,482 100.00%
Travel - - - - -
Equipment 1,260,440 1,207,243 95.78% 1,193,361 100.00%
Total Campus Support 2,594,434 2,488,419 95.91% 2,175,212 100.00%
Total expenditures 5,380,000 5,100,970 94.81% 4,891,664 100.00%

NET INCREASE (DECREASE) IN FUND BALANCE $ - $ 288,015 $ 212,372

NOTE:
Subject to change pending completion of the August 31, 2008 audit.
## LONE STAR COLLEGE SYSTEM
### BALANCE SHEET
#### AUGUST 31, 2008

### Operative Funds

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>Unrestricted</th>
<th>Auxiliary</th>
<th>Restricted</th>
<th>Loan Funds</th>
<th>Investment in Fixed Assets</th>
<th>Plant Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>(13,110,012)</td>
<td>4,773,877</td>
<td>2,973,345</td>
<td>$485,631</td>
<td>$680,502</td>
<td>-</td>
</tr>
<tr>
<td>Accounts receivable (net of allowance for doubtful accounts)</td>
<td>9,778,361</td>
<td>95,880</td>
<td>19,773</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Taxes receivable (net of allowance for doubtful accounts)</td>
<td>4,350,592</td>
<td>-</td>
<td>2,208,842</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Due from grantor agency</td>
<td>12,394,220</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Due from other funds</td>
<td>22,301,268</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Investments</td>
<td>73,333,973</td>
<td>-</td>
<td>-</td>
<td>22,301,268</td>
<td>-</td>
<td>3,043,156</td>
</tr>
<tr>
<td>Accrued interest receivable</td>
<td>20,039</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Prepaid and deferred expenses</td>
<td>699,452</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Deposits</td>
<td>82,333</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Inventories, at cost</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>45,672</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Land</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Buildings</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Leasehold Improvements</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Library books</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Furniture, Fixtures &amp; Equipment</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Capitalized Interest Costs</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Construction In Progress</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>TOTAL ASSETS</td>
<td>$87,548,958</td>
<td>$4,915,429</td>
<td>$5,182,187</td>
<td>$505,404</td>
<td>$22,981,770</td>
<td>$402,948,551</td>
</tr>
</tbody>
</table>

### Liabilities and Fund Balances

<table>
<thead>
<tr>
<th>LIABILITIES AND FUND BALANCES</th>
<th>Unrestricted</th>
<th>Auxiliary</th>
<th>Restricted</th>
<th>Loan Funds</th>
<th>Investment in Fixed Assets</th>
<th>Plant Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>9,884,741</td>
<td>29,755</td>
<td>156,147</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Accrued (salaries</td>
<td>123,447</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Due to other funds</td>
<td>3,397,039</td>
<td>4,186,851</td>
<td>19,773</td>
<td>6,701,787</td>
<td>-</td>
<td>225,726</td>
</tr>
<tr>
<td>Deferred revenues</td>
<td>28,038,246</td>
<td>1,183,202</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,924,782</td>
</tr>
<tr>
<td>Accrued compensable absences payable</td>
<td>4,322,711</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Accrued Interest Payable</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>518,695</td>
</tr>
<tr>
<td>Bonds payable</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Assets held in custody for others</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>344,013</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>TOTAL LIABILITIES</td>
<td>42,369,145</td>
<td>3,427,638</td>
<td>5,182,187</td>
<td>19,773</td>
<td>6,701,787</td>
<td>-</td>
</tr>
</tbody>
</table>

### Fund Balances

<table>
<thead>
<tr>
<th>FUND BALANCES:</th>
<th>Unrestricted</th>
<th>Auxiliary</th>
<th>Restricted</th>
<th>Loan Funds</th>
<th>Investment in Fixed Assets</th>
<th>Plant Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted</td>
<td>45,179,813</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Auxiliary</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Restricted</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Loans</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Restricted for construction</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>16,279,983</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Investment in fixed assets</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>402,948,551</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Debt service</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2,299,307</td>
</tr>
<tr>
<td>To be provided for debt service</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>TOTAL FUND BALANCES</td>
<td>45,179,813</td>
<td>1,487,791</td>
<td>485,631</td>
<td>16,279,983</td>
<td>402,948,551</td>
<td>2,299,307</td>
</tr>
</tbody>
</table>

### Memorandum

<table>
<thead>
<tr>
<th>TOTAL LIABILITIES AND FUND BALANCES</th>
<th>Unrestricted</th>
<th>Auxiliary</th>
<th>Restricted</th>
<th>Loan Funds</th>
<th>Investment in Fixed Assets</th>
<th>Plant Funds</th>
</tr>
</thead>
<tbody>
<tr>
<td>TOTAL LIABILITIES</td>
<td>$87,548,958</td>
<td>$4,915,429</td>
<td>$5,182,187</td>
<td>$505,404</td>
<td>$22,981,770</td>
<td>$402,948,551</td>
</tr>
</tbody>
</table>

### NOTE:
Subject to change pending completion of the August 31, 2008 audit.
LONE STAR COLLEGE SYSTEM
STATEMENT OF CHANGES IN FUND BALANCES
FOR THE TWELVE MONTHS ENDED AUGUST 31, 2008

<table>
<thead>
<tr>
<th></th>
<th>Operating Funds</th>
<th>Plant Funds</th>
<th>Debt Service</th>
<th>Memorandum</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Unrestricted</td>
<td>Auxiliary</td>
<td>Restricted</td>
<td>Total</td>
</tr>
<tr>
<td>REVENUES AND OTHER ADDITIONS:</td>
<td>108,445,784</td>
<td>5,477,158</td>
<td>-</td>
<td>113,922,942</td>
</tr>
<tr>
<td>Current Funds revenue</td>
<td>84,284,957</td>
<td>-</td>
<td>-</td>
<td>84,284,957</td>
</tr>
<tr>
<td>Federal grants and contracts</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>24,866,012</td>
</tr>
<tr>
<td>State grants and contracts</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>1,806,091</td>
</tr>
<tr>
<td>Local gifts, grants and contracts</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>2,228,099</td>
</tr>
<tr>
<td>Interest income</td>
<td>2,481,356</td>
<td>-</td>
<td>-</td>
<td>892,820</td>
</tr>
<tr>
<td>Revenue Bond debt service transfer from Operating</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Federal grants and contracts</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>State grants and contracts</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Local gifts, grants and contracts</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Interest income</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Revenue Bond debt service transfer from Operating</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Proceeds from Sale of Assets</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Bond proceeds</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total revenues and other additions</td>
<td>$195,212,097</td>
<td>5,477,158</td>
<td>28,900,202</td>
<td>229,589,457</td>
</tr>
<tr>
<td>EXPENDITURES AND OTHER DEDUCTIONS:</td>
<td>182,099,553</td>
<td>5,695,825</td>
<td>28,900,202</td>
<td>216,695,580</td>
</tr>
<tr>
<td>Current Funds expenditures</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>15,903,569</td>
</tr>
<tr>
<td>Disposal of plant assets</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Revenue Bond debt service transfer to Interest &amp; Sinking</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Bond Issuance cost</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total expenditures and other deductions</td>
<td>$182,099,553</td>
<td>5,695,825</td>
<td>28,900,202</td>
<td>216,695,580</td>
</tr>
<tr>
<td>NON-MANDATORY TRANSFERS</td>
<td>(3,024,505)</td>
<td>-</td>
<td>-</td>
<td>(3,024,505)</td>
</tr>
<tr>
<td>CHANGES IN FUND BALANCE</td>
<td>10,088,039</td>
<td>218,667</td>
<td>9,869,372</td>
<td>-</td>
</tr>
</tbody>
</table>

NOTE:
Subject to change pending completion of the August 31, 2008 audit.
# LONE STAR COLLEGE SYSTEM
## SUMMARY OF INVESTMENTS
### AS OF AUGUST 31, 2008

<table>
<thead>
<tr>
<th>OPERATING UNRESTRICTED</th>
<th>Book Value</th>
<th>Market Value</th>
<th>Weighted Avg. Days To Maturity</th>
<th>Weighted Avg. Purchase Yield</th>
</tr>
</thead>
<tbody>
<tr>
<td>(Includes Renewal and Replacement Funds)</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>U. S. Government Agencies</td>
<td>$3,464,129</td>
<td>$3,459,994</td>
<td>2.54%</td>
<td></td>
</tr>
<tr>
<td>US Treasury Bills</td>
<td>-</td>
<td>-</td>
<td>0.00%</td>
<td></td>
</tr>
<tr>
<td>Logic</td>
<td>2,356</td>
<td>2,356</td>
<td>2.58%</td>
<td></td>
</tr>
<tr>
<td>Lone Star</td>
<td>37,489,836</td>
<td>37,489,836</td>
<td>2.42%</td>
<td></td>
</tr>
<tr>
<td>TexPool</td>
<td>30,502,382</td>
<td>30,502,382</td>
<td>2.45%</td>
<td></td>
</tr>
<tr>
<td>Overnight Sweep</td>
<td>1,875,270</td>
<td>1,875,270</td>
<td>1.93%</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>73,333,973</td>
<td>73,329,838</td>
<td>7</td>
<td>2.42%</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>OPERATING RESTRICTED</th>
</tr>
</thead>
<tbody>
<tr>
<td>Lone Star</td>
</tr>
<tr>
<td>TexPool</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>CONSTRUCTION IN PROGRESS</th>
</tr>
</thead>
<tbody>
<tr>
<td>U. S. Government Agencies</td>
</tr>
<tr>
<td>Commercial Paper</td>
</tr>
<tr>
<td>Lone Star</td>
</tr>
<tr>
<td>TexPool</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>INTEREST &amp; SINKING</th>
</tr>
</thead>
<tbody>
<tr>
<td>Logic</td>
</tr>
<tr>
<td>Lone Star</td>
</tr>
<tr>
<td>TexPool</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
</tr>
</tbody>
</table>

| TOTAL INVESTMENTS | $98,678,397 | $98,674,262 | 5 | 2.43% |

Benchmark: 90 day U.S. Treasury Bill for Current Unrestricted and Restricted Funds 1.72%
Benchmark: 90 day U.S. Treasury Bill for Construction & Interest & Sinking 1.72%
# LONE STAR COLLEGE SYSTEM
INVESTMENT ACTIVITY REPORT
FOR THE MONTH ENDED AUGUST 31, 2008

<table>
<thead>
<tr>
<th>Operating Buy</th>
<th>Avg Buy</th>
<th>Operating Buy</th>
<th>Avg Buy</th>
<th>Construction Buy</th>
<th>Avg Buy</th>
<th>Interest &amp; Sinking</th>
<th>Avg Buy</th>
<th>Total</th>
<th>Avg Buy</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted*</td>
<td>Yield</td>
<td>Restricted</td>
<td>Yield</td>
<td>In Progress</td>
<td>Yield</td>
<td>Selling</td>
<td>Yield</td>
<td></td>
<td>Yield</td>
</tr>
<tr>
<td>BEGINNING BOOK VALUE</td>
<td>$ 67,043,019</td>
<td>2.36%</td>
<td>$ -</td>
<td>$ 22,256,519</td>
<td>2.25%</td>
<td>$ 8,004,831</td>
<td>2.38%</td>
<td>$ 97,304,370</td>
<td>2.34%</td>
</tr>
</tbody>
</table>

**PURCHASES:**

- U.S. Government Agencies: $- 2.90%
- Commercial Paper: $- 2.83%
- Logic: 5 2.58%
- Lone Star: 16,436,585 2.42%
- TexPool: 3,515,364 2.45%
- Overnight Sweep: 83,522,684 1.93%

**TOTAL PURCHASES**: $99,901,190 2.01%

**MATURITIES**

- U.S. Government Agencies: 1,500,000 2.90%
- Commercial Paper: 5,074,000 2.83%
- Logic: -
- Lone Star: 4,962,077 2.42%
- TexPool: 3,515,364 2.45%
- Overnight Sweep: 83,522,684 1.93%

**TOTAL MATURITIES**: $93,612,048 2.01%

**ENDING BOOK VALUE**: $73,333,973 2.36%

**ENDING MARKET VALUE**: $73,329,838 2.36%

*Includes Renewal & Replacement Fund
Financial Report and Consideration No. 2

Report: Quarterly Investment Report

The quarterly investment report for the quarter ended August 31, 2008 is presented for Board review.
## LONE STAR COLLEGE SYSTEM
### INVESTMENT PORTFOLIO REPORT
#### FOR THE QUARTER ENDED AUGUST 31, 2008

**FUND:** PORTFOLIO

<table>
<thead>
<tr>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Buy Yield</th>
<th>Beginning Market Value 5/31/2008</th>
<th>Beginning Book Value</th>
<th>Period Book / Market Transactions</th>
<th>Ending Book Value</th>
<th>Ending Unrealized Gain / (Loss) 8/31/2008</th>
<th>Ending Market Value 8/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>COMMERCIAL PAPER</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>UBS 2/8/2008</td>
<td>8/8/2008</td>
<td>2,537,000</td>
<td>2.97%</td>
<td>2,521,555</td>
<td>2,524,822</td>
<td>-</td>
<td>2,537,000</td>
<td>15,445</td>
<td>3,267</td>
</tr>
<tr>
<td>RBS 2/8/2008</td>
<td>8/8/2008</td>
<td>2,537,000</td>
<td>2.89%</td>
<td>2,521,502</td>
<td>2,524,822</td>
<td>-</td>
<td>2,537,000</td>
<td>15,498</td>
<td>3,320</td>
</tr>
<tr>
<td>Merrill Lynch 2/20/2008</td>
<td>6/13/2008</td>
<td>1,514,000</td>
<td>3.12%</td>
<td>1,511,085</td>
<td>1,512,334</td>
<td>-</td>
<td>1,514,000</td>
<td>2,915</td>
<td>1,249</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**AGENCY COUPON SECURITIES**

<table>
<thead>
<tr>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Buy Yield</th>
<th>Beginning Market Value 5/31/2008</th>
<th>Beginning Book Value</th>
<th>Period Book / Market Transactions</th>
<th>Ending Book Value</th>
<th>Ending Unrealized Gain / (Loss) 8/31/2008</th>
<th>Ending Market Value 8/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>FHLMCDN 1/31/2008</td>
<td>6/15/2008</td>
<td>1,500,000</td>
<td>2.85%</td>
<td>1,501,116</td>
<td>1,500,900</td>
<td>-</td>
<td>1,500,000</td>
<td>(1,116)</td>
<td>-</td>
</tr>
<tr>
<td>FHLM 1/31/2008</td>
<td>8/15/2008</td>
<td>1,500,000</td>
<td>2.83%</td>
<td>1,503,131</td>
<td>1,504,051</td>
<td>-</td>
<td>1,500,000</td>
<td>(5,930)</td>
<td>-</td>
</tr>
<tr>
<td>FNMA 1/31/2008</td>
<td>9/15/2008</td>
<td>1,500,000</td>
<td>2.83%</td>
<td>1,509,925</td>
<td>1,510,950</td>
<td>-</td>
<td>1,500,000</td>
<td>(7,442)</td>
<td>1,503,508</td>
</tr>
<tr>
<td>FHLM 2/4/2008</td>
<td>7/7/2008</td>
<td>1,500,000</td>
<td>2.83%</td>
<td>1,500,000</td>
<td>1,500,750</td>
<td>-</td>
<td>1,500,000</td>
<td>(750)</td>
<td>-</td>
</tr>
<tr>
<td>FHLMCDN 2/20/2008</td>
<td>7/29/2008</td>
<td>2,680,000</td>
<td>2.60%</td>
<td>2,684,235</td>
<td>2,685,361</td>
<td>-</td>
<td>2,680,000</td>
<td>(4,125)</td>
<td>-</td>
</tr>
<tr>
<td>FHLM 4/2/2008</td>
<td>4/1/2009</td>
<td>1,800,000</td>
<td>2.36%</td>
<td>1,000,000</td>
<td>996,800</td>
<td>-</td>
<td>-</td>
<td>-</td>
<td>996,800</td>
</tr>
<tr>
<td>FHLM 4/9/2008</td>
<td>6/15/2009</td>
<td>300,000</td>
<td>4.00%</td>
<td>304,971</td>
<td>303,600</td>
<td>-</td>
<td>-</td>
<td>(1,147)</td>
<td>302,453</td>
</tr>
<tr>
<td>FHLM 4/10/2008</td>
<td>2/15/2009</td>
<td>655,000</td>
<td>2.30%</td>
<td>659,237</td>
<td>655,852</td>
<td>-</td>
<td>-</td>
<td>(1,412)</td>
<td>654,440</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
### FUND: PORTFOLIO

<table>
<thead>
<tr>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Buy Date</th>
<th>Buy Yield</th>
<th>Beginning Market Value</th>
<th>Beginning Book Value</th>
<th>Period Book / Market Transactions</th>
<th>Ending Market Value</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td></td>
<td>5/31/2008</td>
<td></td>
<td>90,853,963</td>
<td>90,853,963</td>
<td></td>
<td>95,214,272</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>6,554,142</td>
<td>6,561,978</td>
<td></td>
<td>6,588,000</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>10,662,613</td>
<td>10,658,264</td>
<td></td>
<td>7,180,000</td>
</tr>
</tbody>
</table>

| MONEY MKT FUNDS / POOLS | 264,605,758 | 260,245,449 | - | 95,214,272 | - | 95,214,272 |
| COMMERCIAL PAPER | - | 6,588,000 | 33,858 | 7,836 | 7,836 |
| AGENCY SECURITIES (Note 3, 4) | - | 7,180,000 | 18,483 | 3,457,201 |
| PORTFOLIO TOTAL | 264,605,758 | 260,245,449 | - | 95,214,272 | - | 95,214,272 |

<p>| Beginning | Beginning | Period Book / Market Transactions | Ending |</p>
<table>
<thead>
<tr>
<th>Market Value</th>
<th>Book Value</th>
<th>Purchased</th>
<th>Matured</th>
<th>Disc. / Prem.</th>
<th>Amortization</th>
<th>Market Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>90,853,963</td>
<td>90,853,963</td>
<td>264,605,758</td>
<td>260,245,449</td>
<td>-</td>
<td>95,214,272</td>
<td>-</td>
</tr>
<tr>
<td>6,554,142</td>
<td>6,561,978</td>
<td>-</td>
<td>6,588,000</td>
<td>33,858</td>
<td>7,836</td>
<td>(7,836)</td>
</tr>
<tr>
<td>10,662,613</td>
<td>10,658,264</td>
<td>-</td>
<td>7,180,000</td>
<td>(18,483)</td>
<td>3,457,201</td>
<td>(9)</td>
</tr>
</tbody>
</table>

### NOTES:

1. The TexPool yield varies daily. The average yield as of May 31, 2008 was 2.51% and the August 31, 2008 average yield was 2.45%.
2. The Logic yield varies daily. The average yield for May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.58%.
3. The benchmark for the Unrestricted and Restricted Funds is the 90 day U.S. Treasury Bill. As of August 31, 2008 the rate was 1.72%.
4. The benchmark for the Construction in Progress and Interest & Sinking Funds is a 1 year Treasury. As of May 31, 2008 the rate was 2.17%.
5. The Lone Star yield varies daily. The average yield as of May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.42%.

### Statements of Compliance:

This report is presented in accordance with Generally Accepted Accounting Principles and will be reviewed by the District's Independent Auditors, McConnell & Jones LLP. This report reflects compliance with the investment strategy expressed in the Investment Policy of the Board of Trustees and the Public Funds Investment Act as amended by HB 2459.
### Money Market Sweep / Investment Pools

<table>
<thead>
<tr>
<th>Pool</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Yield</th>
<th>Beginning Market Value 5/31/2008</th>
<th>Beginning Book Value 5/31/2008</th>
<th>Period Book / Market Transactions</th>
<th>Ending Book Value 8/31/2008</th>
<th>Unrealized Gain / (Loss) 8/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>TexPool</td>
<td>9/23/1993</td>
<td>N/A</td>
<td>N/A</td>
<td>(1)</td>
<td>$11,432,678</td>
<td>$11,432,678</td>
<td>16,985,096</td>
<td>$19,400,000</td>
<td>$(9,017,774)</td>
</tr>
<tr>
<td>TexPool</td>
<td>9/23/1993</td>
<td>N/A</td>
<td>N/A</td>
<td>(1)</td>
<td>3,186,609</td>
<td>3,186,609</td>
<td>19,208</td>
<td>-</td>
<td>3,205,817</td>
</tr>
<tr>
<td>Logic</td>
<td>9/3/1996</td>
<td>N/A</td>
<td>N/A</td>
<td>(2)</td>
<td>2,340</td>
<td>2,340</td>
<td>16</td>
<td>-</td>
<td>2,356</td>
</tr>
<tr>
<td>Lone Star</td>
<td>3/29/2001</td>
<td>N/A</td>
<td>N/A</td>
<td>(5)</td>
<td>330,875</td>
<td>330,875</td>
<td>1,987</td>
<td>-</td>
<td>332,862</td>
</tr>
<tr>
<td>Lone Star</td>
<td>3/29/2001</td>
<td>N/A</td>
<td>N/A</td>
<td>(5)</td>
<td>4,040</td>
<td>4,040</td>
<td>22</td>
<td>-</td>
<td>4,062</td>
</tr>
<tr>
<td>Lone Star</td>
<td>3/29/2001</td>
<td>N/A</td>
<td>N/A</td>
<td>(5)</td>
<td>28,919,528</td>
<td>28,919,528</td>
<td>30,936,074</td>
<td>22,702,689</td>
<td>37,152,910</td>
</tr>
<tr>
<td>Sweep</td>
<td>8/31/2006</td>
<td>N/A</td>
<td>N/A</td>
<td>(5)</td>
<td>2,225,624</td>
<td>2,225,624</td>
<td>212,633,128</td>
<td>212,983,482</td>
<td>1,875,270</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>64,276,491</td>
<td>64,276,491</td>
<td>260,679,526</td>
<td>255,086,171</td>
<td>69,869,843</td>
</tr>
</tbody>
</table>

### Commercial Paper

<table>
<thead>
<tr>
<th>Issuer</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Yield</th>
<th>Beginning Book Value 5/31/2008</th>
<th>Beginning Market Value 5/31/2008</th>
<th>Period Book / Market Transactions</th>
<th>Ending Book Value 8/31/2008</th>
<th>Unrealized Gain / (Loss) 8/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>UBS</td>
<td>2/8/2008</td>
<td>8/8/2008</td>
<td>2,537,000</td>
<td>2.97%</td>
<td>2,524,822</td>
<td>2,521,555</td>
<td>-</td>
<td>2,537,000</td>
<td>15,445</td>
</tr>
<tr>
<td>RBS</td>
<td>2/8/2008</td>
<td>8/8/2008</td>
<td>2,537,000</td>
<td>2.89%</td>
<td>2,524,822</td>
<td>2,521,502</td>
<td>-</td>
<td>2,537,000</td>
<td>15,498</td>
</tr>
<tr>
<td>Merrill Lynch</td>
<td>2/20/2008</td>
<td>6/13/2008</td>
<td>1,514,000</td>
<td>3.12%</td>
<td>1,512,334</td>
<td>1,511,085</td>
<td>-</td>
<td>1,514,000</td>
<td>2,915</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>6,588,000</td>
<td>6,554,142</td>
<td>-</td>
<td>6,588,000</td>
<td>33,858</td>
</tr>
</tbody>
</table>

### Agency Coupon Securities

<table>
<thead>
<tr>
<th>Issuer</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Yield</th>
<th>Beginning Book Value 5/31/2008</th>
<th>Beginning Market Value 5/31/2008</th>
<th>Period Book / Market Transactions</th>
<th>Ending Book Value 8/31/2008</th>
<th>Unrealized Gain / (Loss) 8/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>FHLMCDN</td>
<td>1/31/2008</td>
<td>6/15/2008</td>
<td>1,500,000</td>
<td>2.85%</td>
<td>1,500,900</td>
<td>1,501,116</td>
<td>-</td>
<td>1,500,000</td>
<td>(1,116)</td>
</tr>
<tr>
<td>FHLB</td>
<td>1/31/2008</td>
<td>8/15/2008</td>
<td>1,500,000</td>
<td>2.83%</td>
<td>1,504,051</td>
<td>1,503,131</td>
<td>-</td>
<td>1,500,000</td>
<td>(3,311)</td>
</tr>
<tr>
<td>FNMA</td>
<td>1/31/2008</td>
<td>9/15/2008</td>
<td>1,500,000</td>
<td>2.83%</td>
<td>1,510,950</td>
<td>1,509,923</td>
<td>-</td>
<td>1,500,000</td>
<td>(7,442)</td>
</tr>
<tr>
<td>FHLB</td>
<td>2/2/2009</td>
<td>4/1/2009</td>
<td>1,000,000</td>
<td>2.30%</td>
<td>996,800</td>
<td>1,000,000</td>
<td>-</td>
<td>1,000,000</td>
<td>(2,883)</td>
</tr>
<tr>
<td>FHLB</td>
<td>2/4/2008</td>
<td>7/7/2008</td>
<td>1,500,000</td>
<td>2.85%</td>
<td>1,500,750</td>
<td>1,500,000</td>
<td>-</td>
<td>1,500,000</td>
<td>(750)</td>
</tr>
<tr>
<td>FHLB</td>
<td>4/9/2008</td>
<td>6/15/2009</td>
<td>300,000</td>
<td>4.00%</td>
<td>303,600</td>
<td>304,971</td>
<td>-</td>
<td>303,824</td>
<td>(1,147)</td>
</tr>
<tr>
<td>FHLB</td>
<td>4/10/2008</td>
<td>2/15/2009</td>
<td>655,000</td>
<td>2.30%</td>
<td>655,852</td>
<td>659,237</td>
<td>-</td>
<td>657,825</td>
<td>6,383</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>7,955,000</td>
<td>7,978,378</td>
<td>-</td>
<td>4,500,000</td>
<td>(14,248)</td>
</tr>
</tbody>
</table>

### Summary

<table>
<thead>
<tr>
<th>Money MKT SWEEP / POOLS</th>
<th>COMMERCIAL PAPER</th>
<th>AGENCY SECURITIES (Note 3)</th>
<th>Portfolio Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>64,276,491</td>
<td>6,588,000</td>
<td>7,955,000</td>
<td>78,811,373</td>
</tr>
<tr>
<td>64,276,491</td>
<td>6,561,979</td>
<td>7,972,903</td>
<td>78,809,011</td>
</tr>
<tr>
<td>260,679,526</td>
<td>6,554,142</td>
<td>7,978,378</td>
<td>260,679,264</td>
</tr>
<tr>
<td>255,086,171</td>
<td>6,588,000</td>
<td>4,500,000</td>
<td>266,174,171</td>
</tr>
<tr>
<td>69,869,843</td>
<td>33,858</td>
<td>14,248</td>
<td>19,610</td>
</tr>
<tr>
<td>69,869,841</td>
<td>73,333,973</td>
<td>3,464,130</td>
<td>73,329,828</td>
</tr>
<tr>
<td>(6,504)</td>
<td>(7,836)</td>
<td>1,332</td>
<td>(6,504)</td>
</tr>
</tbody>
</table>

### Notes:

1. The TexPool yield varies daily. The average yield as of May 31, 2008 was 2.51% and the August 31, 2008 average yield was 2.45%.
2. The Logic yield varies daily. The average yield for May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.58%.
3. The benchmark for the Unrestricted and Restricted Funds is the 90 day U.S. Treasury Bill. As of August 31, 2008 the rate was 1.72%.
4. The Lone Star yield varies daily. The average yield as of May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.42%.
Statements of Compliance:

This report is presented in accordance with Generally Accepted Accounting Principles and will be reviewed by the District's Independent Auditors, McConnell & Jones LLP. This report reflects compliance with the investment strategy expressed in the Investment Policy of the Board of Trustees and the Public Funds Investment Act as amended by HB 2459.
LONE STAR COLLEGE SYSTEM
INVESTMENT PORTFOLIO REPORT
FOR THE QUARTER ENDED AUGUST 31, 2008

<table>
<thead>
<tr>
<th>FUND:</th>
<th>CONSTRUCTION IN PROGRESS</th>
</tr>
</thead>
<tbody>
<tr>
<td>MONEY MARKET SWEEP / INVESTMENT POOLS</td>
<td></td>
</tr>
<tr>
<td>TexPool</td>
<td>7/6/2001</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
</tr>
<tr>
<td>AGENCY COUPON SECURITIES</td>
<td></td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
</tr>
<tr>
<td>SUMMARY:</td>
<td>MONEY MKT FUNDS / POOLS</td>
</tr>
<tr>
<td>AGENCY SECURITIES</td>
<td>-</td>
</tr>
<tr>
<td>PORTFOLIO TOTAL</td>
<td>$22,167,649</td>
</tr>
</tbody>
</table>
| NOTES:    | (1) The TexPool yield varies daily. The average yield as of May 31, 2008 was 2.51% and the August 31, 2008 average yield was 2.45%.
|(4) The benchmark for the Construction in Progress and Interest & Sinking Funds is a 1 year Treasury. As of May 31, 2008 the rate was 2.17%.
|(5) The Lone Star yield varies daily. The average yield as of May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.42%.

Statements of Compliance:
This report is presented in accordance with Generally Accepted Accounting Principles and will be reviewed by the District's Independent Auditors, McConnell & Jones LLP.
This report reflects compliance with the investment strategy expressed in the Investment Policy of the Board of Trustees and the Public Funds Investment Act as amended by HB 2459.
### LONE STAR COLLEGE SYSTEM
### INVESTMENT PORTFOLIO REPORT
### FOR THE QUARTER ENDED AUGUST 31, 2008

#### FUND: INTEREST & SINKING

<table>
<thead>
<tr>
<th>Fund</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Buy Date</th>
<th>5/31/08 Market Value</th>
<th>5/31/08 Book Value</th>
<th>Securities Purchased</th>
<th>Securities Maturity</th>
<th>Disc. / Prem. Amortization</th>
<th>End Date</th>
<th>Ending Book Value</th>
<th>Unrealized Market Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>TexPool</td>
<td>5/26/1994</td>
<td>N/A</td>
<td>N/A</td>
<td>204,612</td>
<td>204,612</td>
<td>1,171</td>
<td>-</td>
<td>-</td>
<td>205,782</td>
<td>-</td>
<td>205,782</td>
<td></td>
</tr>
<tr>
<td>Logic</td>
<td>2/5/1997</td>
<td>N/A</td>
<td>N/A</td>
<td>1,170</td>
<td>1,170</td>
<td>8</td>
<td>-</td>
<td>-</td>
<td>1,177</td>
<td>-</td>
<td>1,177</td>
<td></td>
</tr>
<tr>
<td>Lone Star</td>
<td>3/29/2001</td>
<td>N/A</td>
<td>N/A</td>
<td>4,204,040</td>
<td>4,204,042</td>
<td>3,791,434</td>
<td>5,159,278</td>
<td>-</td>
<td>2,836,197</td>
<td>-</td>
<td>2,836,196</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
<td></td>
<td></td>
<td>4,409,822</td>
<td>4,409,824</td>
<td>3,792,613</td>
<td>5,159,278</td>
<td>-</td>
<td>3,043,156</td>
<td>-</td>
<td>3,043,156</td>
<td></td>
</tr>
</tbody>
</table>

#### AGENCY COUPON SECURITIES

<table>
<thead>
<tr>
<th>Fund</th>
<th>Purchase Date</th>
<th>Maturity Date</th>
<th>Face Amount</th>
<th>Buy Date</th>
<th>5/31/08 Market Value</th>
<th>5/31/08 Book Value</th>
<th>Securities Purchased</th>
<th>Securities Maturity</th>
<th>Disc. / Prem. Amortization</th>
<th>End Date</th>
<th>Ending Book Value</th>
<th>Unrealized Market Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>FHLMCDN</td>
<td>2/20/2008</td>
<td>7/29/2008</td>
<td>2,680,000</td>
<td>2,685,360</td>
<td>2,684,235</td>
<td>2,680,000</td>
<td>(4,235)</td>
<td>-</td>
<td>(1,125)</td>
<td>-</td>
<td>(1,125)</td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td></td>
<td></td>
<td></td>
<td>2,680,000</td>
<td>2,685,360</td>
<td>2,684,235</td>
<td>-</td>
<td>2,680,000</td>
<td>(4,235)</td>
<td>-</td>
<td>(1,125)</td>
<td></td>
</tr>
</tbody>
</table>

#### SUMMARY:

- **MONEY MKT FUNDS / POOLS**
  - 4,409,824
  - 4,409,824
  - 3,792,613
  - 5,159,278
  - -
  - 3,043,156
  - -

- **AGENCY SECURITIES**
  - 2,685,360
  - 2,684,235
  - -
  - 2,680,000
  - (4,235)
  - -
  - (1,125)
  - -

- **PORTFOLIO TOTAL**
  - $7,095,184
  - $7,094,059
  - $3,792,613
  - $7,839,278
  - $(4,235)
  - $3,043,156
  - $(1,125)
  - $3,043,156

#### NOTES:

1. The TexPool yield varies daily. The average yield as of May 31, 2008 was 2.51% and the August 31, 2008 average yield was 2.45%.
2. The Logic yield varies daily. The average yield for May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.58%.
3. The Lone Star yield varies daily. The average yield as of May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.42%.
4. The benchmark for the Construction in Progress and Interest & Sinking Funds is a 1 year Treasury. As of May 31, 2008 the rate was 2.17%.
5. The Lone Star yield varies daily. The average yield as of May 31, 2008 was 2.39% and the August 31, 2008 average yield was 2.42%.

#### Statements of Compliance:

This report is presented in accordance with Generally Accepted Accounting Principles and will be reviewed by the District's Independent Auditors, McConnell & Jones LLP. This report reflects compliance with the investment strategy expressed in the Investment Policy of the Board of Trustees and the Public Funds Investment Act as amended by HB 2459.
## LONE STAR COLLEGE SYSTEM
## INVESTMENT PORTFOLIO REPORT
## FOR THE QUARTER ENDED AUGUST 31, 2008

<table>
<thead>
<tr>
<th>Type of Security</th>
<th>Portfolio %</th>
<th>Book Value 8/31/2008</th>
<th>Unrealized Gains / (Losses)</th>
<th>Market Value 8/31/2008</th>
</tr>
</thead>
<tbody>
<tr>
<td>Money Market Sweep and Investment Pools</td>
<td>96.5%</td>
<td>$95,214,272</td>
<td>$</td>
<td>$95,214,272</td>
</tr>
<tr>
<td>Commercial Paper</td>
<td>0.0%</td>
<td>7,836</td>
<td>(7,836)</td>
<td>(0)</td>
</tr>
<tr>
<td>Agency Securities</td>
<td>3.5%</td>
<td>3,457,201</td>
<td>9,715</td>
<td>3,466,916</td>
</tr>
<tr>
<td><strong>Portfolio Total</strong></td>
<td><strong>100.0%</strong></td>
<td><strong>$98,679,309</strong></td>
<td><strong>$1,879</strong></td>
<td><strong>$98,681,188</strong></td>
</tr>
</tbody>
</table>
Request: Consideration of Approval to Purchase Dental Hygiene Supplies for LSC-Kingwood

Chancellor’s Recommendation: That the Board of Trustees approve the purchase of dental hygiene supplies for LSC-Kingwood for an estimated annual amount of $36,500 and a total amount of $109,500 over three years from the following vendors:

   Ami-Dental, Inc.
   Benco Dental Company
   Brazos Valley Dental/Midwest Dental
   Certol International LLC
   Henry Schein, Inc.

Rationale: Dental supplies are used to support the curriculum of the Dental Hygiene Program at LSC-Kingwood. Supplies include masks, gloves, disposable lab coats, film processing products, digital x-ray sensor sheaths, stable bite blocks, dental polish and fluoride varnish. These supplies enable students to integrate the principles of dental hygiene with an effective “hands on” learning experience in a student clinical setting.

The award for these supplies will be for a period of three years beginning October 2008 through September 30, 2011 with the option to renew for two additional one year terms. Percentage discounts were provided for miscellaneous items that were not included on the core list. Prices for core items will remain firm for a period of one year. The college system may accept reasonable price increases annually to accommodate for changes in market conditions and fuel surcharges.

Proposals were sent to fifteen dental hygiene companies and five responses were received. It is recommended to award items on a line item basis to the lowest bidder meeting the required specifications. See attached Bid Tabulation.

Fiscal Impact: Funds for this purchase are included in the approved FY 2008-09 operating budget for LSC-Kingwood. Funds for subsequent fiscal years will be included in future proposed budgets.

Staff Resource: Kathryn Persson 281-312-1640
# Dental Hygiene Supplies for LSC-Kingwood

## BID TABULATION

<table>
<thead>
<tr>
<th>Vendor</th>
<th>Total No. of Core Items Awarded</th>
<th>Total Estimated Annual Amount for Core Items</th>
<th>Discount for Non-core Items</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ami-Dental, Inc</td>
<td>27</td>
<td>$10,000</td>
<td>None</td>
</tr>
<tr>
<td>9000 Southwest Frwy #328 Houston, TX 77074</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Benco Dental Company</td>
<td>26</td>
<td>$5,750</td>
<td>Based on fixed gross profit from manufacturer’s cost</td>
</tr>
<tr>
<td>11 Bear Creek Blvd Wilkes Barre, PA 18702</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Brazos Valley Dental Supply/Midwest Dental</td>
<td>36</td>
<td>$15,800</td>
<td>None</td>
</tr>
<tr>
<td>110 Post Office Drive Hewitt, TX 76643</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Certol International LLC</td>
<td>6</td>
<td>$3,250</td>
<td>40%</td>
</tr>
<tr>
<td>6120 East 58th Street Commerce City, CO 80022</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Henry Schein, Inc.</td>
<td>10</td>
<td>$1,700</td>
<td>20%</td>
</tr>
<tr>
<td>135 Duryea Road Mellville, NY 11747</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td><strong>105</strong></td>
<td><strong>$36,500</strong></td>
<td></td>
</tr>
</tbody>
</table>
Request: Consideration of Approval to Purchase Large Format Printing Services

Chancellor’s Recommendation: That the Board of Trustees approve the purchase of large format printing services from the lowest bidder, Ridgeway’s, 6300 Gulfton, Houston, TX 77081, for an estimated amount of $800,000 over a period of three years.

Rationale: The May 10, 2008 bond election resulted in approval for Lone Star College System (LSCS) to issue up to $420M in general obligation bonds for the purchase, new construction, repair and replacement, or renovation of land and facilities. Professional architectural and engineering services are required for the multiple construction projects related to the approved bond referendum.

As the college system prepares for these bond projects, large format printing services are required to communicate specific engineering and architectural details related to the construction projects. The construction plans will be printed for potential contractors during the competitive bid process. In addition, the plans will be supplied to the awarded building contractors to be used at the construction site. Copies will also be produced for LSCS staff.

In addition, these printing services will be used for repair and replacement, revenue bond, and operating fund projects.

The award for these services will be for a period of three years beginning October 3, 2008 through October 2, 2011.

Bids were sent to seventy-nine reprographic service providers and two responses were received. See attached Bid Tabulation.

Fiscal Impact: Funds for this purchase are available from the 2008 general obligation and 2007 revenue bonds, and repair & replacement and operating budgets.

Staff Resource: Cindy Gilliam 832-813-6512
**Large Format Printing Services**

**BID TABULATION**

<table>
<thead>
<tr>
<th>Services</th>
<th>Ridgway’s</th>
<th>A&amp;E</th>
</tr>
</thead>
<tbody>
<tr>
<td>Digital Bond Copies/ Plots – Full Size</td>
<td>$0.36</td>
<td>$0.39</td>
</tr>
<tr>
<td>Digital Bond Copies/ Plots – Half Size</td>
<td>$0.16</td>
<td>$0.196</td>
</tr>
<tr>
<td>Plot file creation fee</td>
<td>$2.00</td>
<td>$3.00</td>
</tr>
<tr>
<td>Delivery Charges</td>
<td>$15.00</td>
<td>$15.00</td>
</tr>
<tr>
<td>Number of branch locations</td>
<td>5</td>
<td>5</td>
</tr>
</tbody>
</table>
Request: Consideration of Approval to Purchase Bus Chartering and Transportation Services

Chancellor’s Recommendation: That the Board of Trustees approve the purchase of bus chartering and transportation services for an estimated amount of $285,000 over five years from the following vendors:

Collins Bus Services, PO Box 23094, Houston, Texas 77228
1st Priority Transportation, 634 West Parker Road, Houston, Texas 77091
Coach America, 950 McCarty Drive, Houston, Texas 77029

Rationale: Bus chartering and transportation services are used by all campuses for educational trips and curricular events. These travel services are coordinated for large and small group events for day and overnight trips. The contract for these services will provide transportation from coach buses and mini-vans to school buses.

The term of these contracts will be for a period of five years beginning September 4, 2008 through September 3, 2013. Prices will remain firm for the first year and reasonable price increases for fuel surcharges will be considered annually at the college system’s discretion. These services will be made via the System’s standard process of using purchase orders once a reservation and confirmation is received.

Proposals were sent to six leading chartering and bus companies; three (3) responses were received. It is recommended to award these services to all service providers. Service providers for each trip will be based on the type of transportation required, price, and availability. See attached Bid Tabulation.

Fiscal Impact: Funds for this purchase are included in the approved FY 2008-09 operating budgets. Funds for subsequent fiscal years will be included in future proposed budgets.

Staff Resource: Cindy Gilliam 832-813-6512
## Bus Chartering and Transportation Services

**BID TABULATION**

<table>
<thead>
<tr>
<th>Service</th>
<th>Type of Transportation</th>
<th>Hourly Rates</th>
</tr>
</thead>
<tbody>
<tr>
<td>Coach America</td>
<td>Charter buses</td>
<td>$75 / Hour</td>
</tr>
<tr>
<td>1&lt;sup&gt;st&lt;/sup&gt; Priority</td>
<td>Vans, Charter buses</td>
<td>$90-$120 / Hour</td>
</tr>
<tr>
<td>Collins Bus Services</td>
<td>School bus</td>
<td>$75 / Hour</td>
</tr>
</tbody>
</table>
Request: Consideration of Approval to Purchase Annual Maintenance and Technical Support for IBM Servers and Related Software

Chancellor’s Recommendation: That the Board of Trustees approve the purchase of annual maintenance and technical support for IBM computers and related software for a period of three years from Sirius Computer Solutions, Inc., 613 NW Loop 410, Suite 1000, San Antonio, TX 78216 for an estimated amount of $100,000 annually for total estimated cost of $300,000 over three years. In addition, authorize the chancellor or designee to negotiate and execute order forms for each subsequent annual renewal.

Rationale: Utilizing IBM servers and equipment, the System provides computing services to support mission critical applications for faculty, staff and students including disaster recovery. These applications include student and financial accounting systems, email, Internet services, automated library services, distance learning, backup/recovery, and other system-wide applications. This purchase will consist of on-site 365-day maintenance, technical support and equipment repairs within designated response times.

On October 12, 2004, the Board of Trustees ratified the purchase of two IBM p570 Series computers from Sirius Computers in the amount of $448,610. The equipment purchase included a three year maintenance agreement that automatically renews for successive one year periods. The renewal of this agreement for an additional one year was approved by the Board on October 4, 2007. It is requested to approve the renewal for three additional years.

Board Policy Purchasing and Acquisitions: Contracting D.2.01 requires contract renewals and amendments to be approved and executed at the same level of authority as the underlying contract. It is requested for the Board of Trustees to execute the order form for one year and authorize the chancellor or designee to negotiate and execute order forms for the subsequent years.

Fiscal Impact: Funds for this agreement are included in the approved FY 2008-09 technology fund budget. Funds for subsequent years will be included in future proposed budgets.

Staff Resource: Shah Ardalan 832-813-6842
Financial Report and Consideration No. 7  (ACTION ITEM 5)  Board Meeting 10-2-08

Request: Consideration of Approval to Purchase Creative Marketing Services for FY 2008-09 and Authorize the Chancellor or Designee to Negotiate and Execute Contract Addendums

Chancellor’s Recommendation: That the Board of Trustees approve an agreement for the purchase of creative marketing services from Richards/Carlberg, 3900 Essex Lane, Suite 350, Houston, TX 77027-5133 for an estimated amount of $700,000 for FY 2008-09 and authorize the Chancellor or designee to negotiate and execute addendums during the contract term.

Rationale: Creative marketing services are needed to assist the college system with the creation and placement of an integrated marketing/branding campaign that may include radio, television, billboards and other forms of media. These marketing services will assist the Lone Star College System (LSCS) Marketing Council with the development of creative solutions that effectively address the advertising and marketing goals of the System.

The initial purchase of the creative marketing services was in accordance with the college system’s Board policies and Texas Education Code 44.031 through a formal bid process. Richards/Carlberg was selected based upon the best value to the college system. The term of the Request for Qualifications included the option to renew for up to four years.

In FY 2007-08, Richards/Carlberg provided a successful marketing campaign for the college system. The marketing efforts included:

- Design of new logo that was unanimously approved by the LSCS Marketing Council.
- Name change campaign that was critical to the re-branding of the System in time for voters to understand the name change before the May 2008 bond election.
- Development of critical “message points” that became the theme of the 2008 bond election. These messages showed significance and purpose of LSCS to area residents (e.g. “Two-thirds of all nurses are prepared at community colleges like Lone Star College.”).
- Creation of the LSCS styleguide and brand, including designs for publications, business cards, signs, patches, ads, signage, and brand components that established consistency across the System.
- Development of unique, hugely popular and successful “Open Doors” campaign using radio, billboards, cinema advertising, newspaper ads, web banner ads, and “guerrilla marketing” with actual red doors placed at key public venues throughout LSCS service area.

These efforts are recognized for increasing favorable public perception of
LSCS, and are largely responsible for passage of the May 2008 bond election. Further, LSCS has received compliments from students, employees, prospective job seekers, employers, business and industry partners, government and public school leaders, and the general public for a campaign and brand that has elevated the college image and given it the “look of a leader.”

LSCS will benefit from the continuation of the “Open Doors” campaign for several years to come. Using the creativity already researched and developed by Richards/Carlberg, the college system will not need to incur additional expenses for marketing research and development.

Based upon the success of the initial marketing campaign including the “Open Doors” campaign, it is requested to approve the extension for the purchase of creative marketing services from Richards/Carlberg for an additional one-year period.

The cost of each individual project will be negotiated with Richards/Carlberg based upon defined criteria. The Board of Trustees is requested to authorize the Chancellor or designee to negotiate and execute contract addendums for each specific project.

Fiscal Impact: Funds for these services are included in the approved FY 2008-09 operating budget for each campus and the System Office.

Staff Resource: Ray Laughter 832-813-6621
Request: Consideration of Approval to Purchase Science Supplies from Additional Vendors

Chancellor’s Recommendation: That the Board of Trustees approve the purchase of science supplies from the following additional vendors:

Ward's Natural Science  5100 W. Henrietta Rd., Rochester, NY  14692
EDVOTEK  14676 Rothgeb Drive, Rockville, MD  20850

Rationale: On September 4, 2008, the Board of Trustees approved the purchase of science supplies from thirteen vendors for an estimated amount of $181,000 for a period of one year. Science supplies are used to support the curriculum of the biology, chemistry, physics and geology programs at each college. Supplies include preserved specimens, living materials, prepared slides, glassware, petri-dishes, and general miscellaneous supplies.

The Board is requested to approve adding Ward's Natural Science and EDVOTEK to the previously approved science supply vendor list. Ward’s and EDVOTEK supply specialty items that cannot be provided by any of the current approved vendors. Both Ward’s and EDVOTEK have proposed a discount of 10% off current catalog prices.

The award to these additional vendors will coincide with the term for the current vendors and will be valid through August 2009 with the option to renew for four additional one year terms.

Fiscal Impact: Funds for these purchases are included in the approved FY 2008-09 operating budgets.

Staff Resource: Cindy Gilliam  832-813-6512
Request: Consideration of Approval to Authorize the Chancellor or Designee to Execute a Contract for Purchase of Professional Services for Design of New Water and Sanitary System Connections at LSC-North Harris

Chancellor’s Recommendation: That the Board of Trustees authorize the Chancellor or designee to execute a contract for the purchase of professional services for the design of the new water and sanitary system connections at LSC-North Harris from Van De Wiele Engineering, Inc., 2925 Briarpark, Suite 275, Houston, TX 77042-3720 for an estimated amount of $115,000.

Rationale: On September 4, 2008, the Board of Trustees approved the service agreement with Richey Road Municipal Utility District (MUD) for water and sanitary services at LSC-North Harris. The next step of this project is to secure and complete the design documentation for the new utility services.

According to Texas Education Code Chapter 2254.003, competitive bids shall not be solicited for professional services of any licensed or registered professional engineer. Contracts for such professional services are made on the basis of demonstrated competence and qualifications to perform the services for a fair and reasonable price.

In May 2007, the District solicited and received responses to a Request for Qualification (RFQ) for professional services. The selection committee recommending this award consisted of the individuals who will be managing the project and who have an understanding of the project scope. The committee reviewed the Respondent’s qualifications and determined that Van De Wiele Engineering was the appropriate firm to provide the required professional services.

Van De Wiele Engineering has over 30 years of experience directly related to utility system design and currently serves as the MUD engineer for both Richey Road MUD and Memorial Hills Utility District, the current provider of water and wastewater treatment services. These relationships will be important for meeting the MUD requirements for both disconnecting from the existing services and connecting the new water systems to the Richey Road MUD. In addition, it is an industry standard to utilize the designated MUD engineer to design and oversee the interconnections of these systems.

Fiscal Impact: Funds for this purchase are available from the 2007 revenue bonds.

Staff Resource: Steve Head 281-618-5440 Cindy Gilliam 832-813-6512
Request: Consideration of Approval to Purchase Maintenance and Repair Services for Additional Elevator at LSC-Kingwood

Chancellor’s Recommendation: That the Board of Trustees approve the purchase of maintenance and repair services for an additional elevator at LSC-Kingwood from Elevator Repair Services, P.O. Box 11037, Houston, TX 77293 for an estimated additional cost of $8,300 over four years bringing the total System estimated amount of the services to $562,935 over the five year contract term.

Rationale: On June 7, 2007, the Board of Trustees approved the purchase of monthly maintenance, annual safety inspections, and periodic repairs of the college system elevators from Elevator Repair Service, for a total estimated amount of $554,635 over five years.

On December 7, 2006, the Board of Trustees approved the replacement of the library elevator at LSC-Kingwood. The current manufacturer’s warranty will expire in October 2008. To provide continuous service for this elevator, it is requested to amend the elevator contract to add this elevator. These maintenance services will keep the elevator in peak performance, clean, and safe. Safety inspections will ensure that the equipment is in accordance with all state regulations and codes.

Board Policy Purchasing and Acquisitions: Contracting D.2.01 requires renewals of and amendments to contracts to be approved and executed at the same level of authority as the underlying contract.

Fiscal Impact: Funds for this purchase are included in the approved FY 2008-09 operating budget for LSC-Kingwood. Funds for subsequent fiscal years will be included in future proposed budgets.

Staff Resource: Cindy Gilliam 832-813-6512
Request: Consideration of Approval of the Proposed Grant of Utility Easements to Harris County Municipal Utility District No. 500 (MUD #500) for Water and Sewer Lines Located on LSC-CyFair Property

Chancellor’s Recommendation: That the Board of Trustees approve the proposed Grant of Easements to install the water and sewer lines for MUD #500.

Rationale: CW SCOA WEST, L.P. (Developer) at its sole expense, will design, engineer and construct water and sewer lines to be located in the newly created easements. The Developer will present plans and specifications of the new lines for Lone Star College System (LSCS) approval prior to construction.

MUD #500 will provide water and sewer waste treatment services for a portion of the new Towne Lake development and the recently acquired land parcels the system purchased for future LSC-CyFair facilities.

The Developer will be responsible for constructing water and sewer lines in the easements without damaging any existing infrastructure or facilities previously installed within the easement tracts. The sewage wastewater treatment discharge line is temporary until the state approves a new discharge location adjacent to the wastewater treatment plant. The Developer will adjust, replace and repair any existing landscaping, irrigation, or any other facilities in the easements, including but not limited to, repairing the jogging trail, replanting in such areas the same number of trees and grasses as construction has caused or may cause to be relocated from such areas. LSCS shall have the right to approve all replacement landscaping for conformity to the System’s general landscaping plan for the property.

Fiscal Impact: No financial impact

Staff Resource: Diane Troyer 281-290-3940
Cindy Gilliam 832-813-6512
Request: Consideration of Approval of Texas Multiple Award Schedule (TXMAS) Cooperative Purchase of Office Furniture for Modular Building at the System Office

Chancellor’s Recommendation: That the Board of Trustees approve the TXMAS cooperative purchase of office furniture for the modular building at the System Office from Knoll, Inc., c/o Debnor + Company, 8020 Katy Freeway, Houston, TX 77024 for an estimated amount of $126,000.

Rationale: On August 7, 2008, the Board of Trustees approved the lease of a modular building for the System Office from Williams Scotsman. The LSC-Online department, located in Building II, will be relocated to the modular building. The 4,320 square foot modular building will accommodate twenty-five offices and an additional conference room. This purchase will consist of desks, tables, chairs, office workstations, credenzas, file cabinets, conference room furniture, etc. for this building. All items will match existing furniture at the System Office to maintain a consistent appearance.

The office furniture is available through the TXMAS contract established by Texas Procurement and Support Services (TPASS). Board Policy D.4.04 and Title 7, Intergovernmental Relations, Chapter 791, subchapter 791.025 of the Government Code, states that a local government may agree with another local government or with the state or a state agency, including TPASS, to purchase goods and services. The local government that purchases the goods and services under such an agreement satisfies the requirement of the local government to seek competitive bids for the purchase of such goods and services. The Board of Trustees approved the college system’s membership in TPASS (formerly Texas Building and Procurement Commission) at its October 15, 1992 board meeting.

Fiscal Impact: Funds for this purchase are available from the 2008 general obligation bond.

Staff Resource: Cindy Gilliam 832-813-6512
Request: Consideration of Acceptance of Gifts

Chancellor’s Recommendation: That the Board of Trustees formally accept and acknowledge the following gifts donated to the Lone Star College System (LSCS) in accordance with the donors’ wishes:

Two (2) Facial Beds with hydraulic stools donated by Northwest Dermacolor Center/Emily Marshall to the Lone Star College System.

One (1) Canon A-1 body camera, one (1) Panasonic CT-7711, and camera equipment donated by Janet DeLarqey to the Lone Star College System.

Japanese language teaching materials donated by The Japan Foundation/Kanno Kohki to LSC-Montgomery.

Rationale: In accordance with LSCS Board Policy Appropriations and Revenue Services: Gifts A.3.01, the authority to accept gifts is vested solely with the Board of Trustees.

Fiscal Impact: None

Staff Resource: Ray Laughter 832-813-6620
Request: Consideration of Approval of Renewal of Interlocal Agreement between Lone Star College System (LSCS) and Harris County for Delivery of Breath Alcohol Testing Service

Chancellor’s Recommendation: That the Board of Trustees renew the interlocal agreement between LSCS and Harris County for the System to provide services for the Texas Department of Public Safety (DPS) Breath Alcohol Testing Program.

Rationale: For more than ten years, the LSCS law enforcement academy has provided professional blood alcohol testing services to Harris County. The agreement requires the Law Enforcement Academy/Breath Alcohol Testing Program to provide services of three (3) Department of Public Safety (DPS) approved technical supervisors who train and supervise approximately three hundred and fifty (350) peace officers who are intoxilyzer certified, provide expert witness testimony to Harris County Criminal Courts and administrative hearings, and inspect and maintain fifteen (15) intoxilyzer field instruments. In addition, the Law Enforcement Academy will train more than one hundred (100) new operators in six (6), forty-hour (40-hour) schools. This contract will provide $310,211.18 to LSCS for support of these services.

Board Policy Relationships with Governmental Agencies and Authorities: Interlocal Cooperation Contracts H1.01 requires Board approval of all interlocal agreements.

Fiscal Impact: LSCS will receive $310,211.18 from Harris County for providing services under this agreement.

Staff Resource: Rand Key 832-813-6522
Financial Report and Consideration No. 15  (ACTION ITEM 13)  Board Meeting 10-2-08

Request:  Consideration to Ratify a 50% Tuition Credit for Students Withdrawing Due to Hurricane Ike to be Applied to the Spring 2009 Semester Only

Chancellor’s Recommendation:  That the Board of Trustees approve a 50% of tuition credit (based on fall 2008 tuition rates and to be applied to the spring 2009 semester only ) for students who experienced catastrophic circumstances due to Hurricane Ike and are unable to complete the semester.

Rationale:  Due to the challenges faced by students in the aftermath of Hurricane Ike, there will likely be students who need to withdraw from some, or all, of their classes. Our approach at all levels is to encourage students to continue coming to class, take advantage of the support provided by LSCS and complete the semester. However, there will be those who, because of overwhelming circumstances cannot do so, therefore, we want to accommodate them. In considering a recommendation for handling these instances, we are guided by the need to: provide incentives for students to remain in classes and complete the semester; support students in their educational pursuits, removing as many barriers as possible within the control of the Lone Star College System; balance the financial impact on students and the system; and provide the least amount of disruption for all concerned.

Students who experienced catastrophic circumstances and cannot continue to attend class may withdraw and select one of two options for handling their refund: elect to receive a 25% cash refund (according to published timelines), or if they wish to return in the spring semester but not receive the cash refund, may have a tuition reduction, equal to 50% of the fall 2008 tuition. The option of the 50% reduction in the form of a tuition credit will carry over to the spring 2009 semester only.

Fiscal Impact:  Estimated at $150,000.

Staff Resource:  Cindy Gilliam  832-813-6512
Lone Star College System Tuition Refund Worksheet

If a student course withdrawal occurred within established advertised guidelines, students have the option of requesting a cash refund according to the guidelines below.

Students who must withdraw and have plans to register for classes in Spring 2009; may, instead of receiving a cash refund, elect to receive a tuition voucher. In this case, the tuition voucher will equal 50% of the fall tuition, applicable to the spring semester’s tuition bill.

Tuition Refunds:

• Students choosing a cash refund will receive the percentage applicable for the timeline met. For example, students who withdrew/withdrew according to the schedule below can expect refunds in the following percentages:

**Fall courses starting Monday, August 25 ending December 15:**

- Prior to Monday, August 25- 100%
- Monday, August 25 through Thursday, September 11 - 70%
- Friday, September 12 through Tuesday, September 16 - 25% (Deadline extended to October 3, 2008)

Tuition Vouchers:

• Students, who must withdraw, but anticipate returning to Lone Star in the spring 2009 semester, have the option of accepting a voucher equal to 50% of the tuition paid during the fall 2008 semester. This offer applies only to fall 2008 with the tuition voucher effective for the spring 2009 semester only.

Students have until Friday, October 3, 2008 to complete the withdrawal process and apply for a tuition refund or voucher. The deadline may be extended only for LSC NH if the college does not open this weekend.

<table>
<thead>
<tr>
<th>Tuition and Fees</th>
<th>Resident of District 25% Cash</th>
<th>50% Voucher</th>
<th>Non Resident of District 25% Cash</th>
<th>50% Voucher</th>
<th>Non Resident of State 25% Cash</th>
<th>50% Voucher</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>$58</td>
<td>$14.50</td>
<td>$118</td>
<td>$29.50</td>
<td>$222</td>
<td>$55.50</td>
</tr>
<tr>
<td>2</td>
<td>104</td>
<td>26</td>
<td>224</td>
<td>56</td>
<td>112</td>
<td>254</td>
</tr>
<tr>
<td>3</td>
<td>150</td>
<td>37.50</td>
<td>75</td>
<td>82.50</td>
<td>165</td>
<td>375</td>
</tr>
<tr>
<td>4</td>
<td>196</td>
<td>49</td>
<td>98</td>
<td>109</td>
<td>218</td>
<td>496</td>
</tr>
<tr>
<td>5</td>
<td>242</td>
<td>60.50</td>
<td>121</td>
<td>135.50</td>
<td>271</td>
<td>617</td>
</tr>
<tr>
<td>6</td>
<td>288</td>
<td>72</td>
<td>144</td>
<td>162</td>
<td>324</td>
<td>738</td>
</tr>
<tr>
<td>7</td>
<td>334</td>
<td>83.50</td>
<td>167</td>
<td>188.50</td>
<td>377</td>
<td>859</td>
</tr>
<tr>
<td>8</td>
<td>380</td>
<td>95</td>
<td>190</td>
<td>215</td>
<td>430</td>
<td>980</td>
</tr>
<tr>
<td>9</td>
<td>426</td>
<td>106.50</td>
<td>213</td>
<td>241.50</td>
<td>483</td>
<td>1,101</td>
</tr>
<tr>
<td>10</td>
<td>472</td>
<td>118</td>
<td>236</td>
<td>268</td>
<td>536</td>
<td>1,222</td>
</tr>
<tr>
<td>11</td>
<td>518</td>
<td>129.50</td>
<td>259</td>
<td>294.50</td>
<td>589</td>
<td>1,343</td>
</tr>
<tr>
<td>12</td>
<td>564</td>
<td>141</td>
<td>282</td>
<td>321</td>
<td>642</td>
<td>1,464</td>
</tr>
<tr>
<td>13</td>
<td>610</td>
<td>152.50</td>
<td>305</td>
<td>347.50</td>
<td>695</td>
<td>1,585</td>
</tr>
<tr>
<td>14</td>
<td>656</td>
<td>164</td>
<td>328</td>
<td>374</td>
<td>748</td>
<td>1,706</td>
</tr>
<tr>
<td>15</td>
<td>702</td>
<td>175.50</td>
<td>351</td>
<td>400.50</td>
<td>801</td>
<td>1,827</td>
</tr>
</tbody>
</table>
Report: Construction Projects Update

The District’s plant operations and facilities department has provided a summary report of the District’s construction projects. See attached report.
General Obligation Bond Project Summaries – 2000 Election:

- LSC- Tomball
  - Entry Column Renovation – The design documents have been completed and the pre-bid meeting has been deferred to early October due to impacts of Hurricane Ike.

General Obligation Bond Project Summaries – 2008 Election:

- Selection of Architects
  - Board of Trustees approved architects at the August meeting. Contracts are scheduled to be finalized and signed in early October. Results of the finalized contracts will be reported for the November meeting.

- Selection of Project Management Firms
  - Board of Trustees approved project management firms at the August meeting. Contracts are scheduled to be finalized and signed in early October. Results of the finalized contracts will be reported for the November meeting.

- New Construction and Renovation Projects
  - Programming committees at each of the campuses are being formed for every project. These committees consist of members of faculty, staff, facilities, and administration.

- LSC-North Harris
  - Mechanical Replacements – This project consists of replacing chilled water pumps, air handling units and variable frequency drives. The equipment has exceeded operating life expectancies. The Board of Trustees approved this project at the September regular board meeting. Most of the construction is scheduled to occur over the winter break by Fort Bend Mechanical. Asbestos testing and abatement of the areas to be disturbed are being scheduled.

2007 Revenue Bond Project Summaries:

- LSC-North Harris
  - Dining and Food Preparation Area Renovation – This project was scheduled for a September 25th completion date before Ike hit the Gulf Coast. The contractor is evaluating the status of the project and is preparing a change order requesting additional time to complete the job.

  - Water and Sanitary Services Replacement – The Richey Road Municipal Utility District (RR MUD) agreement was approved, with provisions for form revisions at the September Board of Trustees meeting. A recommendation will be made to the Board of Trustees to approve the purchase of professional design services at the November meeting. The project, which requires coordination between several MUDS, engineers, Aldine ISD and LSCS, is planned to be completed no later than May 2009.

  - Electrical Infrastructure Upgrades – This project was approved by the Board of Trustees at the September regular board meeting. The Construction Manager at Risk, TEAL, is finalizing the contract details with the successful bidder for the job. A purchase order is being developed for TEAL to begin work and a preconstruction meeting has been scheduled.
Building Automation System Upgrades for LSC-North Harris and LSC-Tomball – Vendor engineering efforts and shop drawings are currently under development. The majority of the installation is planned to start in October. The project is scheduled for completion by May 2009.

Fire Alarm Upgrades – Minor upgrades have been identified and will be installed during Fall 2008.

LSC-Montgomery
- Electrical System Upgrades – This project has been completed, and the reports generated during the project are being reviewed. When the review is complete, the Engineer will visit the project to verify substantial completion.

LSC-Kingwood
- Fire Alarm Upgrades – The preconstruction meeting was held in September and the installation has started. Construction completion is expected within 4 to 6 months.
- Security System Upgrades for LSC-Kingwood and LSC-Tomball – The contractor has nearly completed the installation of the cabling at both campuses and has started to install the system devices. Construction began in mid-August and is planned to be complete by February 2009.
- Roof Repairs and/or Replacement for LSC-Kingwood and LSC-Tomball – Construction at Kingwood and Tomball is progressing very smoothly. Some weather related delays have impacted the projects at both sites with completion planned for November 2008, assuming no significant weather related issues.

LSC-Tomball
All Tomball projects were bid in combination with other campuses to reduce the cost. The status of these projects can be found in other campus reports as follows:
- Building Automation System Upgrades – LSC-North Harris
- Security System Upgrades – LSC-Kingwood
- Roof Repairs and/or Replacement – LSC-Kingwood

Hurricane Ike Recovery
LSC-North Harris
- PETEX Building – Water infiltrated through the roof. The roof insulation became saturated, therefore replacement is necessary. A proposal for the new roof is being prepared.
- General Repairs – In-house staff cleaned up debris, removed carpet and ceiling tiles that were wet, and dried out wet areas. Carpet was replaced, as necessary.

LSC-Greenspoint Center
- Building Façade Repairs – A window was blown out on the third floor. The exterior insulation finishing system (EIFS) on the first floor was damaged; metal studs are visible. Tarps were placed over the damaged areas. Contractors are preparing quotes for repairs.
- General Repairs – In-house staff cleaned up debris.

LSC-Carver Center
Aldine ISD owns the building and is handling the repairs. Two computers within the building received water damage.

LSC-Kingwood
Student Center and Fine Arts Building (SFA) Repairs – Power loss for the ventilation and air conditioning system as well as water infiltration has resulted in indoor air quality issues. This building houses student services such as registration, bursar’s office, financial aid, and several administrative offices. These services are being relocated until all environmental concerns are addressed.

Temporary Building Repairs – A tree fell on two of the three temporary buildings. The tree was removed. The lessor has assessed the damage and initiated the repairs.

General Repairs – In-house staff has addressed interior, damp areas. Contractors have removed most of the downed trees and other debris.

- **LSC-Tomball**
  - Library Repairs – There was about a half inch of water in the library that was immediately removed. The building is being dried out but will be closed until Oct 6th to complete remediation efforts.
  - General Repairs – In-house staff removed debris throughout the campus.

- **LSC-Willow Chase**
  - General Repairs – Debris was removed.

- **LSC-Montgomery**
  - Building F (Library) Repairs – The building’s first floor was flooded with two to three inches of water. Several second and third floor classrooms where also impacted with water infiltration. The water was removed and the contractors have been addressing all water-damaged areas. The classrooms on the second and third floors were repaired and available when the campus reopened.
  - General Repairs – Debris was removed by grounds crews with the support of contractors. A contractor is preparing a quote to repair a masonry wall near the tennis courts.
  - Temporary Building Repairs – A tree damaged an awning. Repairs are being coordinated with the Lessor.

- **LSC-Cy Fair**
  - General Repairs – Broken glass was repaired and debris was removed.
  - Fire Station building roof and door were damaged and repaired.
  - The insulated roof to the chilled water tower was damaged and repaired.

- **LSC-Fairbanks Center**
  - General Repairs – In-house staff cleaned up water on the second floor and removed debris. The roof was damaged from flying debris. Panels from the façade around the roof top air-conditioning unit were damaged and repaired by LSCS.
  - The power outage and surge damaged the air-conditioning controls and they were repaired.
- **System Offices**
  - Kiosk Repairs – Two of the kiosks need to be re-built or repaired. A contractor is preparing a proposal.
  - General Repairs – Grounds crews removed debris.

- **All Locations**
  - Building Envelope Repairs – Contractors are performing inspections at all locations for façade and roof damage.
Request: Consideration of Ratification of Appointments

Chancellor’s Recommendation: That the contractual appointments listed on the following pages be ratified for the positions indicated.

Rationale: These contractual appointments include ratification of Administrators from the CyFair, Kingwood, Montgomery, North Harris, Tomball, and System Office.

Fiscal Impact: Positions and salaries have been budgeted for 2008-2009.

Staff Resource: Rand Key 832-813-6522
a. **CyFair**

**Devika V. Lalsinghani, Math, Assistant Professor**

**Effective:** Temporary 4.5-month contracted employee at a semester salary of $20,917 beginning August 18, 2008.

**Education:** M.S., Gujarat University, Major: Statistics; B.S., St. Xaviers College, Major: Statistics.

**Experience:** Adjunct Faculty, Lone Star College-CyFair, Substitute Teacher, Cypress Fairbanks ISD; Productions Analyst, Nova International; Instructor/Teacher, Sankalp Tuition Classes.

**Charles B. French, Speech, Instructor**

**Effective:** 4.5-month contracted employee at an annual pro-rated (70%) salary of $15,233 beginning August 25, 2008.

**Education:** M.A., Texas A&M University, Major: Speech Communication; B.A., Trinity University, Major: Speech Communication.

**Experience:** Temporary Full-Time Instructor, Adjunct Faculty, Lone Star College – CyFair; Insurance Agent, American Income Life Insurance; Public Speaking Instructor, Texas A&M University; Consultant, Texas A&M Food Safety Inspection Service; Editorial Assistant, Trinity University English Department.

**Leslie Breen, Chemistry, Instructor**

**Effective:** 4.5-month contracted employee at an annual pro-rated (70%) salary of $17,508 beginning August 25, 2008.

**Education:** Ph.D., Pennsylvania State University, Major: Chemistry; B.A., Wheaton College, Major: Chemistry.

**Experience:** Temporary Full-Time Instructor, Lone Star College-CyFair, Regulatory Chemist, Baker Petrolite Corporation; Substitute Teacher, Cypress Fairbanks ISD.

**Mary P. Clifford, Economics, Instructor**

**Effective:** 4.5-month contracted employee at an annual pro-rated (70%) salary of $17,508 beginning August 18, 2008.

**Education:** Ph.D., University of Virginia, Major: Economic; B.B.A., Pennsylvania State University, Major: Business Administration.
Experience: Adjunct Faculty, Lone Star College – CyFair; Division Manager, Regulatory Affairs, City of Houston; Senior Rate Supervisor, Tenneco Gas; Adjunct Faculty, University of Houston; Supervisor-Research Division, Florida Public Service Commission.

**Adriana Mejia, Spanish, Instructor**

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $15,233 beginning August 18, 2008.


Experience: Adjunct Faculty, Lone Star College – CyFair & North Harris; Spanish/French Teacher, Klein ISD; WAE-Inspector, US Customs and Boarder Protection.

**Erik Hoyer, Biology, Instructor**

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $17,508 beginning August 25, 2008.

Education: D.C., Palmer College, Major: Chiropractic; B.S., Texas A&M University, Major: Biomedical Science.

Experience: Adjunct Instructor, Blinn College; Chiropractic Physician, PCC, PA; Associate Doctor, DC Health Center; Instructor Pathophysiology, Austin College; Instructor Anatomy, Physiology, Pathophysiology, HHMA; Instructor PYB Seminar Series, American Red Cross; Radiology Laboratory Instruction, Neuromusculoskeletal Diagnosis Laboratory Assistant, and Physical Diagnosis Laboratory TA, Palmer College.

**Mary A. Freeman, ESOL, Instructor**

Effective: 9-month contracted employee at an annual pro-rated (70%) salary of $28,708 beginning August 18, 2008.

Education: M.A., University of Houston, Major: Applied English Linguistics; B.A., Rowan University, Major: Journalism.

Experience: Temporary Full-Time Instructor, Adjunct Faculty, Lone Star College – Montgomery & CyFair, University of Houston Language and Culture Center; Instructor, Sharpstown Learning Center-Houston Read Commission; Volunteer ESL Teacher, Literacy Council of Fort Bend County; Treasurer/Secretary, Fountain of Life Christian Center; Communications Manager, National College of District Attorneys.
'Jacqueline R. Curtiss, History, Instructor

Effective:  9-month contracted employee at an annual pro-rated (70%) salary of $30,466 beginning August 25, 2008.

Education:  M.A., Houston Baptist University, Major: History; B.A., Lawrence University, Major: History.

Experience:  Temporary Full-Time Associate Professor, Adjunct Faculty, Lone Star College – CyFair, Houston Community College; Vice President & Corporate Secretary, Polyspec Corporation; Teacher, Holy Ghost Catholic School.

Bradley Kirk Lievsay, Welding, Instructor

Effective:  9-month contracted employee at an annual pro-rated (70%) salary of $26,777 beginning August 18, 2008.

Education:  B.A., Sam Houston State University, Major: Industrial Technology

Experience:  Temporary Full-Time Instructor, Adjunct Faculty, Lone Star College – CyFair; Welding/Industrial Tech Teacher, Cypress Fairbanks ISD; Pipe Fitter, Welder, Lyondell/Citgo Refining, H.B. Zachary Co.

Kathleen Fleming, Director, Business Operations & Auxiliary Services

Effective:  Twelve month contracted employee at an annual salary of $93,096 beginning August 25, 2008.

Education:  Ph.D., Texas A&M University, Major: Educational Human Resource and Development; M.B.A., Same Houston State University, Major: Business Administration/Management; B.S., Marquette University, Major: Dental Hygiene/Education.

Experience:  Director-Budgets, District Director-Business Affairs, Director-Business Services & Auxiliary Operations, Professor, Lone Star College-System Office & North Harris; President, Plants by Fleming; Dental Hygienist, Private Practices; Instructor, Del Mar College.

Ashlie Flores, Director, Financial Aid & Academic Advising

Effective:  Twelve month contracted employee at an annual salary of $53,512 beginning September 8, 2008.

Experience: Manager of Student Services, Lone Star College-CyFair; Student Success Team Leader, Adjunct Faculty, Student Success Professional, Accounting Clerk, Northwest Vista College.

b. Kingwood

Caroline M. Chamness, CIT, Associate Professor

Effective: Temporary 4.5-month contracted employee at a semester salary of $21,880 beginning August 18, 2008.

Education: B.B.A., Texas A&M University, Major: Business Analysis.

Experience: Temporary Full-Time Associate Professor, Adjunct Faculty & Temporary Full-Time Faculty, Lone Star College – Kingwood; Systems Analyst and Data Analyst, Natural Gas Pipeline Company of America.

Rachelle D. Richardson, Nursing, Assistant Professor

Effective: Temporary 4.5-month contracted employee at a semester salary of $22,188 beginning August 18, 2008.

Education: M.S.N., B.S.N. & B.A., University of Cincinnati, Major: Family Nurse Practitioner, Nursing & English Literature.

Experience: Temporary Full-Time Assistant Professor, Lone Star College-Kingwood, Staff Nurse, Emergency Room, MD Anderson Cancer Center, PPR Staffing; Nurse Practitioner, The University of Cincinnati; Staff Nurse Emergency Department, Jewish Hospital; Staff Nurse Telemetry, The Good Samaritan Hospital.

Hilary D. Miller, CIT, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $15,531 beginning August 18, 2008.


Experience: Temporary Full-Time Instructor, Lone Star College-Kingwood, Senior Specialist, ExxonMobil Corporation; Graduate Assistant, Mississippi State University; Part-Time Customer Service Representative, Unistar Computers/Sparco.com.

Rosendo Reyna, Music, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $16,244 beginning August 25, 2008.
Education:  M.M, Southern Methodist University, Major: Music Education; B.M., Texas A&M University-Corpus Christi, Major: Applied Music.

Experience:  Adjunct Faculty, Lone Star College-North Harris; Guitar Instructor, San Jacinto College; Musician, Garcia y Reyna, LLC.

Divya Murthy, Photography, Assistant Professor

Effective:  Temporary 4.5-month contracted employee at a semester salary of $22,304 beginning August 18, 2008.

Education:  M.F.A., Tufts University, Major: Studio Art; B.F.A., University of Houston, Major: Photography and Digital Media.

Experience:  Adjunct Faculty-Digital Arts, Lone Star College-Kingwood; Photography Teacher, The Awty International School; Adjunct Faculty-Intermediate Photography, University of Houston-Main; Teaching Assistant, School of The Museum of Fine Arts, Digital Lab Monitor, Beginning Digital Imaging Instructor, Teaching Assistant, School of the Fine Arts, Tufts University.

Deborah H. Hughes, Management, Instructor

Effective:  4.5-month contracted employee at an annual pro-rated (70%) salary of $15,233 beginning August 28, 2008.


Experience:  Adjunct Faculty, Assistant Professor, Lone Star College-Kingwood; Computer Programmer/System Analyst, Shell Oil & Arco; Teaching Assistant, Texas A&M University.

Margaret M. Aalund, Associate Degree Nursing, Professor

Effective:  Nine month contracted employee at an annual salary of $61,324 beginning August 18, 2008.

Education:  M.S.N. & B.S.N., University of Texas-Galveston, Major: Nursing.

Experience:  Director, Professor, Adjunct Faculty, Lone Star College-Kingwood; Agency Nurse, Unicare Health Services; Staff Nurse, Northeast Medical Center Hospital & John Sealy Hospital; Childbirth Educator, Northeast Medical Center Hospital; Pediatric Nurse, Humble Pediatric Associated; Instructor of Pediatric Nursing, University of Texas School of Nursing-Galveston.
Terri Currie, Vocational Nursing, Assistant Professor

Effective: Twelve month contracted employee at an annual salary of $55,028 beginning August 18, 2008.

Education: B.S.N., University of Houston-Health Science Center, Major: Nursing; A.D.N., Alvin Community College, Major: Nursing.

Experience: Health Science Technology Instructor, Humble ISD; Staff Nurse, Director of Nursing, Eden Terrace Assistant Living; Medical/Surgical Staff Nurse, Medical/Surgical Unit Nurse Manager, SNF Unit Nurse Manager, Staff Nurse, Memorial-Hermann Hospital District.

Wanda Seaback, Director, Nursing Program

Effective: Twelve month contracted employee at an annual salary of $74,480 beginning August 18, 2008.

Education: M.S., Texas Women’s University, Major: Nursing; B.S.N., Prairie View A&M School of Nursing, Major: Nursing; A.A.S., North Harris College, Major: Nursing.

Experience: Professor, Assistant Professor, Lone Star College-Kingwood; Staff Nurse, Charge Nurse, Conroe Regional Medical Center.

c. Montgomery

Anitha Ramaswamy, Biology, Assistant Professor


Education: M.S., Texas A&M University, Major: Plant Pathology & Microbiology; M.S., Mangalore University, Major: Applied Botany; B.S., K.G.F. First Grade College, Major: Natural Science.

Experience: Adjunct Faculty, Lone Star College-Montgomery & CyFair; Senior Research Assistant, University of Texas-M.D. Anderson Cancer Center; Graduate Assistant, Texas A&M University.

Chandra A. Schorg, Accounting, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $15,233 beginning August 18, 2008.

Education: M.B.A. & B.B.A, Texas Woman’s University, Major: Accounting.
Experience: Adjunct Faculty, Lone Star College-Tomball, Montgomery & Kingwood; Assistant Professor of Accounting & Visiting Assistant Professor of Accounting, Loyola University-New Orleans; Lecturer III in Accounting, Texas Woman’s University.

Bruce J. Martin, English, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $14,641 beginning August 18, 2008.

Education: M.A., Western Governors University, Major: Teaching (MAT); B.A., University of Houston, Major: Psychology; B.A., Brigham Young University, Major: English LIT.

Experience: Teacher & Technology and Learning Team Leader, Klein ISD; Technical Analyst, Custom Technology Solutions.

Ronald Bostick, Welding, Assistant Professor

Effective: Temporary 4.5-month contracted employee at a semester salary of $21,039 beginning August 18, 2008.

Education:

Experience: CE Welding Instructor, Lone Star College-Montgomery; Boiler Room Supervisor, Texas Department of Criminal Justice; Wastewater Plant Operator, City of Cleveland; Certified Welder, Union Tank Car Company & Brown & Root.

d. North Harris

Carrie Mae Johnson, Automotive Technology, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $14,727 beginning August 16, 2008.

Education: A.A.S., Lone Star College System, Major: Automotive Technology.

Experience: Temporary Full-Time Instructor, Adjunct Faculty, Lone Star College – Montgomery & North Harris; Automotive/Diesel Instructor, Universal Technology Institute; Auto Mechanic, Montgomery Ward & Sears; Owner/Technician, Carrie Auto Repair Shop.

Cathy J. Bankus, ESOL, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $12,223 beginning August 25, 2008.
Christopher W. Lane, English, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $15,233 beginning August 25, 2008.

Education: B.A., Trinity University, Major: Philosophy.

Experience: Teacher, Aldine ISD; Adjunct Faculty, Lone Star College-North Harris; Special Project Writer of ESL Material, Systran Inc.; ESL Instructor, International Friendship Language School; Teacher, Cypress Creek ISD.

Vickie Johnson, Director, Financial Aid

Effective: Twelve month contracted employee at an annual salary of $65,000 beginning September 16, 2008.

Education: M.A. & B.S., Jacksonville State University, Major: English & Education (English Language Arts).

Experience: Adjunct Faculty, Lone Star College-North Harris, Jefferson State Community College and Jacksonville State University; Teacher, Calhoun County Board of Education; Senior Analyst/Editor/Writer, EAI Corporation; Graduate Assistant, Jacksonville State University.

e. Tomball

Stacy Marie Wyatt, English, Instructor

Effective: 4.5-month contracted employee at annual pro-rated (70%) salary of $14,641 beginning August 25, 2008.

Education: M.A., Texas A&M University, Major: English; B.A., Southwest Texas State University, Major: English.

Experience: Adjunct Faculty, Lone Star College-Tomball & North Harris, Devry University Online, Kaplan University and Corinthian Colleges.
Vanessa Gilbert-Cronen, Sociology, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $17,508 beginning August 25, 2008.

Education: Ph.D. & M.P.H., University of North Texas Health Science Center, Major: Biomedical Science & Health Services Research/Community Health; B.A., University of North Texas, Sociology and Anthropology.

Experience: Adjunct Faculty and Temporary Fill-Time Instructor, Lone Star College-Tomball; Research Consultant-Site Manager, University of Akron Institute for Health and Social Policy; Research Associate, National Organization on Adolescent Pregnancy, Parenting and Prevention, Inc.; Needs Assessment Consultant, Blue Cross Blue Shield Texas Incorporated.

Ranne J. Freese, English, Instructor

Effective: 4.5-month contracted employee at an annual pro-rated (70%) salary of $15,234 beginning August 25, 2008.

Education: M.A. & B.S., Minnesota State University, Major: Education & English; A.A.S., University of Minnesota, Major: Child Care Services.

Experience: Adjunct Faculty, Lone Star College-Tomball & Houston Community College System.

f. System Office

Terry Erwin, Project Director I, Construction

Effective: Twelve-month contracted employee at an annual salary of $65,000 beginning August 18, 2008.

Education:

Experience: Development Technician, College of Southern Nevada; Field Supervisor, Delta Electric & Master Electric; Supervisor, Universal Electric; Lead Installer, Lucky Stores & Wonder World Stores.

James Baker, Director, On-Line Course Development

Effective: Twelve-month contracted employee at an annual salary of $85,000 beginning September 9, 2008.

Education: Ph.D., Capella University, Major: Education; M.E.D., Schreiner College, Major: Educational Leadership; B.S., University of Houston, Major: Social Science.
Experience: Dean of Virtual Campus & Adjunct Faculty, San Jacinto College District; Program Director for Instructional Technology, Aldine ISD; Clinical Faculty Member/Manager of Houston Cohorts, University of North Texas.

Darcy Mingoia, Executive Director, Foundation

Effective: Twelve-month contracted employee at an annual salary of $99,800 beginning September 16, 2008.

Education: B.A., University of Texas-Austin, Major: Journalism

Experience: Executive Director, Crohn’s & Colitis Foundation of America; President, Cy-Fair Houston Chamber of Commerce; Customer Relations Manager, Baker-Jackson Nissan Oldsmobile; Substitute Teacher, Cypress-Fairbanks ISD.
Request: Consideration of Resignations

Chancellor’s Recommendation: That the resignations listed below be accepted and acknowledged.

   North Harris

   Diane Elizabeth Case, Professor, Counselor
   Effective October 3, 2008

Staff Resource: Rand Key 832-813-6522
Request: Consideration of Approval of Commissioning of Peace Officer

Chancellor’s Recommendation: That the Board of Trustees approves the commissioning of the following peace officer for the Lone Star College System.

Lone Star College – North Harris
Melissa Mendietta

Rationale: This officer is eligible to be commissioned by this Board because she:
1. Has a current license from the Texas Commission on Law Enforcement Officer Standards and Education;
2. Has taken and filed the oath required of peace officers; and
3. Possesses a sufficient number of college credit hours to meet the minimum standard for a Lone Star College System peace officer.

Fiscal Impact: None

Staff Resource: Rand Key 832-813-6522