

Louisiana Cancer Research Consortium  
Board of Directors Meeting  
June 19, 2013  
The meeting of the Board of Directors was held at  
Louisiana Cancer Research Center  
1700 Tulane Avenue  
10<sup>th</sup> Floor Conference Room

The following members of the Board of Directors were present:

**Dr. Benjamin Sachs**, Senior Vice President and Dean, TUHSC, Chairman  
**Dr. Larry Hollier**, Chancellor, LSUHSC, Co-Chairman  
**Ms. Barbara Goodson**, Secretary/Treasurer, Deputy Commissioner for Finance & Admin, BOR  
**Dr. Joseph Moerschbaeher**, Vice Chancellor for Academic Affairs, LSUHSC  
**Dr. Lee Hamm**, Executive Vice Dean, TUHSC  
**Mr. Ashton Ryan**, President and CEO, First NBC Bank  
**Dr. William Pinsky**, Executive VP, Chief Academic Officer, Ochsner Health System  
**Ms. Carroll Suggs**  
**Ms. Pamela Ryan**

Also present were:

Mr. Aaron Miscenich, Executive Director, Louisiana Cancer Research Consortium  
Ms. Deborah Reeder, Vice President of Finance, Louisiana Cancer Research Consortium  
Dr. Prescott Deininger, Director, Tulane Cancer Center  
Dr. Augusto Ochoa, Director, LSUHSC Cancer Center  
Dr. Charlie Brown, Director, TFL Steering Committee  
Dr. Tom Wiese, Associate Professor, Xavier University  
Mr. Paige Sensenbrenner, LCRC General Counsel  
Dr. Gene D'Amour, Senior Vice President for Resource Development, Xavier University  
Dr. Torrie Harris, Director, TFL  
Mr. Christopher Vidrine, LSUHSC, Public Relations  
Mr. Ryan Graffagnini, LCRC, Fiscal Operations Manager  
Mr. Travis Beatty, Adams Management Services Corp

**Dr. Sachs** called the meeting to order.

The following items were listed in the consent agenda.

- Approval of Minutes from May 15<sup>th</sup> Board of Directors Meeting
- Finance Committee Report

A motion was made by **Mr. Ryan** and seconded by **Ms. Suggs**.  
RESOLVED, with all in favor, to approve the consent agenda items.

**Dr. Sachs** called for the Construction Update.

Mr. Travis Beatty provided an update on the status of the 5<sup>th</sup> and 6<sup>th</sup> floors build out. He reported the Schematic Design for the floors have been completed and early pricing should be complete in early July. Mr. Beatty stated construction is expected to begin in December 2013 and complete for occupancy by December 2014.

**Dr. Sachs** asked **Ms. Goodson** to provide an update on the Capital Outlay funds. **Ms. Goodson** reported that with the help of the partner institutions, money was successfully moved in a position where the LCRC can access it and sign a contract to move forward with construction. She stated there is \$9M in Priority 1 funds and \$6M in Priority 5 funds. **Ms. Goodson** said the project team needs to confirm the \$9M will get the project through to August 2014. **Mr. Miscenich** stated it will work according to the cash flows. **Dr. Sachs** asked if a purpose for the space has been

identified. Mr. Miscenich stated there is a meeting scheduled with clinical trials group to discuss their needs, to see if the LCRC can satisfy their needs and what the lease arrangement would be. He added the LCRC will make sure the cost to lease the space will cover the significant increase in the building overhead. Dr. Pinsky pointed out that in previous conversations there was discussions that the research will not be cancer related. He added if that is the case the space needs to be appropriately accounted and charged for since the money has been designated for cancer research.

Dr. Sachs asked the status of the Vivarium. Ms. Reeder reported the LCRC is still gathering information on the costs and is waiting for feedback from the partners. She added currently there is only \$100K budgeted to fund the Vivarium. Dr. Moerschbaecheer suggested the Vivarium should be opened in phases because of the budget constraints. Dr. D'Amour asked if the charge back system will be presented to the Board before it is implemented. Dr. Moerschbaecheer stated it would. He also noted the per diem cost of a vivarium does not cover the costs of operations. Dr. Sachs asked the Scientific Directors their thoughts on opening the vivarium in 2014. Dr. Deininger stated it depends on the costs. He said a vivarium would not be affordable if it has to come out of the existing budget. Dr. Ochoa stated many of LSUHSC's investigators are commuting to be able to continue their animal research. This means the researchers have to occupy space at LSUHSC also.

Dr. Sachs called for the FY14 Funding and Budget Discussion.

Ms. Reeder reported at the end of session the LCRC ended up at about \$42K total above the appropriation from last year. There is \$25K for Cancer Research and \$17K for Tobacco Free Living. Ms. Reeder requested the partners budget for the next fiscal year at the levels budgeted last year. Ms. Reeder reported last years operating costs were \$6.3M. \$1.1M of that was to fund the Maintenance Reserve Account (MRA).

Ms. Reeder reported there is anticipated savings of \$1M. The allocation for the FY14 will need to be approved by the Board of Directors via email. Ms. Reeder added there will be budget presentations at the July Finance Committee Meeting so the Finance Committee can recommend the budgets for approval at the July Board of Directors Meeting. Ms. Goodson asked since there is a potential excess of \$1M from last fiscal year and the partners are budgeting at the same level would a \$1M excess be expected again. Ms. Reeder said that is unlikely since major contracts and agreements related to the building were not activated. She also said there was not a full year of utilities last fiscal year because the partners moved in mid-year.

Dr. Sachs called for the TFL Update.

Dr. Brown reported that all of the parties will be meeting to discuss the issues at hand next week. He added the Board will be given a report at the next meeting. Dr. Hollier requested that the Board be sent the report in advance of the next meeting.

Dr. Sachs asked Dr. Brown of his plans for the use of the TFL reserves. Dr. Brown stated TFL is looking for other projects to funds. He reminded the Board that much of the unspent money was because the Center for Disease Control asked that TFL not run a media campaign at the same time the CDC was running their major campaign.

Dr. Sachs called for the election of officers.

Dr. Sachs announced he would be stepping down from his position at Tulane at the end of the month and Dr. Hamm is taking his position. Dr. Sachs said being a part of the evolution of the LCRC has been an extraordinary journey and he thanked everyone.

Dr. Moerschbaecheer nominated Dr. Hollier to serve as Chairman of the Board. The nomination of Dr. Hollier to serve as Chairman of the Board was unanimously approved.

Ms. Ryan nominated Dr. Hamm to serve as Vice Chairman of the Board. The nomination of Dr. Hamm to serve as Vice Chairman of the Board was unanimously approved.

Dr. Pinsky nominated Ms. Goodson to serve as Secretary/Treasurer of the Board and as Chair of the Finance Committee. The nomination of Ms. Goodson to serve as Secretary/Treasurer of the Board and Chair of the Finance Committee was unanimously approved.

**Mr. Miscenich**, on behalf of the LCRC Board of Directors, presented **Dr. Sachs** with a gift.

A motion was made by **Dr. Hollier** and seconded by **Dr. Pinsky**.

Whereas, **Dr. Sachs**, accepted as a Board Member of the LCRC December 2012.

Whereas, during **Dr. Sachs'** term as a Board Member, important steps were taken towards construction and development of the LCRC building and programming that will enable the LCRC to establish a lasting legacy to the people of Louisiana.

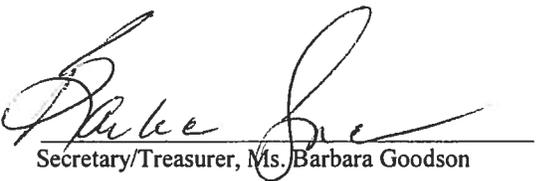
RESOLVED, with all in favor, **Dr. Sachs** has earned the deep appreciation of the Board for his term of service.

All of the meeting attendees applauded **Dr. Sachs**.

**Dr. Sachs** asked for any new business.

**Dr. Sachs** asked for any old business.

With no further business, the meeting adjourned.



Secretary/Treasurer, Ms. Barbara Goodson