

The discussion held in executive session has not been approved for release to the public and has thus been deleted from these minutes.

Press Proof (Not for Publication)

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

January 18, 2007

This meeting of the Board of Trustees of the University of Illinois was held in Chicago Rooms B & C, UIC Student Center West, Chicago campus, Chicago, Illinois, on Thursday, January 18, 2007, beginning at 10:10 a.m.

INSTALLATION OF NEW TRUSTEE

On behalf of the Board, Trustee Dorris welcomed Mr. James D. Montgomery to membership in the Board of Trustees and read the following statement.

The statutes of the State of Illinois which created the University in 1867 prescribe the powers of the trustees: to establish and provide for the educational program; to hold and convey property; to provide the requisite buildings, apparatus, and conveniences, etc., etc.

The University of Illinois *Statutes*, promulgated by this Board, emphasize the responsibility of the Board: to secure the needed revenues for the University and to determine the ways in which the University funds shall be applied--and they make clear the distinction between the formulation of policy by the Board and the execution of policy by the president, other officers, and other bodies of the University under authority delegated by the Board.

However, beyond these formal specifications is a tradition of a dual stewardship--to the people of Illinois and to the University community, a difficult yet essential, inter-relationship which must be constructed and maintained by each of us as trustees of the University and for the people.

My colleagues and I now formally welcome you to this difficult and important task, and we look forward to your participation in it.

Chair Lawrence C. Eppley also welcomed Mr. Montgomery to the Board, called the meeting to order, and asked the secretary to call the roll. The following members of the Board were present: Mr. Devon C. Bruce, Dr. Frances G. Carroll, Mr. David V. Dorris, Mr. Lawrence C. Eppley, Mr. James D. Montgomery, Dr. Kenneth D. Schmidt, Mr. Niranjana S. Shah, Mr. Robert Y. Sperling. Governor Rod Blagojevich was absent. Ms. Sarah M. Doyle, voting student trustee from the Springfield campus, was present. The following nonvoting student trustees were present: Mr. Christopher Kantas, Urbana-Champaign campus; Mr. Edgar T. Staren, Chicago campus.

INTRODUCTION OF UNIVERSITY OFFICERS AND SENATE OBSERVERS

Mr. Eppley asked President White to introduce the University officers and senate observers. President White introduced the following: Dr. Sylvia Manning, chancellor, University of Illinois at Chicago; Dr. Richard D. Ringeisen, chancellor, University of Illinois at Springfield; Dr. Richard H. Herman, chancellor, University of Illinois at Urbana-Champaign; and the officers of the Board, Mr. Stephen K. Rugg, comptroller (and vice president for administration); Mr. Thomas R. Bearrows, university counsel;

Mr. Lester H. McKeever, Jr., treasurer; and Dr. Michele M. Thompson, secretary. The president also introduced: Mr. Richard M. Schoell, executive director for governmental relations; and Mr. Thomas P. Hardy, executive director for university relations. In addition, the following persons were also in attendance: Ms. Marna K. Fuesting and Ms. C. Ellen Foran, both assistant secretaries. President White then stated that the following persons were joining the meeting today: Dr. Ann C. Weller, professor and head of the Special Collections Department, University Library, Chicago, representing the University Senates Conference; Dr. Donald Arthur Chambers, professor of biochemistry and molecular genetics, College of Medicine, and vice chair of the Senate Executive Committee, representing the Chicago Senate; Dr. James Patrick Hall, associate professor of management and information systems, College of Business and Management, representing the Springfield Senate; Dr. Abbas Aminmansour, associate professor, School of Architecture, representing the Urbana-Champaign Senate. Also in attendance were Dr. Terry D. Bodenhorn, associate professor of history, College of Liberal Arts and Sciences; director of Capital Scholars Honors Program at Springfield; and chair of the University Senates Conference; Dr. Elliot Kaufman, professor of biochemistry and molecular genetics; director, Office for Diversity for Graduate Programs, College of Medicine; and secretary of the senate and chair of the Chicago Senate Executive Committee; Dr. Orville Vernon Burton, professor of history and professor of sociology, College of Liberal Arts and Sciences; senior research scientist, National Center for Supercomputing Applications; professor, Campus Honors Faculty; and chair of the Urbana Senate Executive Committee.

OPENING REMARKS FROM THE CHAIR

Mr. Eppley welcomed the Board to the first meeting of 2007 and to the annual meeting of the Board of Trustees. He reviewed the schedule for the day and the agenda. He noted that he would ask Chancellor Manning to make welcoming remarks and as a part of that he would ask leave of the Board to read a resolution in the agenda to recognize the volunteer work of several Chicago campus students.

Mr. Eppley stated that the distinguishing characteristic of the annual meeting of the Board is the election of the chair, the Executive Committee, and the Board officers. He then reviewed the other business the Board would address for this meeting which included presenting and discussing the agenda items, receiving committee reports, and introducing a new session entitled, "Update: Plans and Priorities." He indicated that the first presentation under the aegis of this new session would be a report on the University of Illinois Global Campus. He also noted that an executive session was scheduled for this meeting.

SPECIAL ORDER OF BUSINESS

Election of Officers

Chair of the Board

Mr. Eppley invited nominations for chair of the Board.

Mr. Dorris nominated Mr. Eppley, and Mr. Bruce seconded the nomination.

Mr. Sperling moved that the nominations be closed and Mr. Bruce seconded the motion.

By unanimous ballot, on motion of Mr. Dorris, Mr. Eppley was reelected chair of the Board to serve until the next annual meeting or until his successor shall have been elected.

Following his election, Mr. Eppley thanked his colleagues on the Board and expressed his appreciation for their trust and confidence. He also stated the though most of the tasks of the Board are unending, passing from one generation to the next, there are several matters that the Board must attend to in the year ahead, including:

- Monitoring the University's strategic plan and working to achieve the goals stated within that.
- Identifying and evaluating the resources necessary to sustain the greatness of the University and realize strategic goals.
- Striving to realize the 5/500 (adding \$100.0 million per year for five years to the University's resources) by adding State support, federal research funding, tuition with financial aid, philanthropic support, and a combination of internal reallocation and cost reductions.
- Husbanding the University's resources and paying attention to issues of sustainability by adopting an energy policy that will enable the campuses to become more efficient and to reduce energy costs.
- Addressing deferred maintenance within the University.
- Building support for the Illinois Bill of Health with other public universities in the State in order to continue to serve as the principal source of education health care professionals in Illinois.
- Ensuring equal opportunity for students of all income and ethnic backgrounds at the University and monitoring this by a new committee of the Board, the Access Committee, to be chaired by Trustee Carroll.

- Supporting the University of Illinois Foundation's capital campaign that will be launched on June 1, 2007.
- Concluding the consensus process regarding the matter of Chief Illiniwek, so that the University can be removed from the list of NCAA policy violators, move our institution forward, and allow our student athletes to compete at the highest levels and free of sanctions.

Executive Committee

Mr. Eppley nominated Dr. Schmidt and Mr. Shah to serve as members of the Executive Committee, with the chair of the Board as chair, *ex officio*.

Mr. Sperling seconded the nominations, and by unanimous ballot, Dr. Schmidt and Mr. Shah were elected members of the Executive Committee to serve until the next annual meeting of the Board or until their successors shall have been elected.

Chairs and Vice Chairs of Board Committees

Mr. Eppley announced that the following trustees were appointed chairs and vice chairs of the Board's standing committees for this year:

Academic Affairs	Kenneth D. Schmidt, chair Frances G. Carroll, co-vice chair Student trustees, co-vice chairs
Athletics	Robert Y. Sperling, chair David V. Dorris, vice chair
Access	Frances G. Carroll, chair (change to <i>Bylaws</i> of the Board of Trustees required to add this committee)

Budget and Audit	Devon C. Bruce, chair Vice chair to be named
Buildings and Grounds	Niranjan S. Shah, chair Vice chair to be named
External Affairs	Kenneth D. Schmidt, chair Devon C. Bruce, vice chair
Finance and Investment	Chair to be named Vice chair to be named
Governance	David V. Dorris, chair
Human Resources	Chair to be named Vice chair to be named
Legal Affairs	Chair to be named Vice chair to be named
Strategic Planning	Chair to be named Vice chair to be named
Technology and Economic Development	Lawrence C. Eppley, chair Kenneth D. Schmidt, vice chair
University Hospital	Chair to be named Vice chair to be named

Mr. Eppley stated that additional appointments will be made at the next Board meeting on March 13, 2007.

Secretary, Comptroller, and University Counsel of the Board

Mr. Eppley stated that in accord with the *Bylaws* of the Board of Trustees, the president of the University had conveyed his advice to the Board that the three incumbents be reelected: Michele M. Thompson, secretary of the Board; Stephen K. Rugg, comptroller of the Board, and Thomas R. Bearrows, university counsel.

By unanimous ballot, on motion of Dr. Carroll, the incumbents-- Dr. Thompson, Mr. Rugg, and Mr. Bearrows--were elected secretary, comptroller, and university counsel of the Board, respectively. In the case of Mr. Rugg this is until February 1, 2007, or until his successor has been elected. In the cases of Dr. Thompson and Mr. Bearrows, this will be until the next meeting of the Board or until their successors have been elected.

Treasurer of the Board

On motion of Mr. Shah, seconded by Dr. Schmidt, Mr. Lester H. McKeever, Jr., was reelected to serve as treasurer of the Board for a two-year term. Mr. McKeever will serve until the annual meeting of 2009, or until his successor shall have been elected and qualified.

Treasurer's Bond

On motion of Mr. Shah, the amount of the treasurer's bond was fixed at \$500,000. It was reported to the Board that the treasurer had presented a satisfactory bond as specified that would be effective through January 15, 2010.

Authority to Receive Moneys

Mr. Shah moved adoption of the following resolution:

Resolved that the treasurer of the Board of Trustees of the University of Illinois be, and hereby is, authorized to receive and receipt for all moneys, and to endorse all orders, drafts, and checks due and payable to the Board of Trustees or to the University of Illinois, and especially all drafts drawn by the

treasurer of the United States payable to the Board of Trustees or the University of Illinois.

The resolution was unanimously adopted.

Delegation of Signatures

Mr. Sperling moved adoption of the following resolution:

Resolved that the chair of the Board of Trustees is authorized to delegate to such individuals as he/she may designate from time to time authority to sign his/her name as chair of the Board of Trustees to vouchers presented to the state comptroller and authority to sign his/her name to warrants on the University treasurer covering vouchers approved in accordance with regulations approved by the Board; and

Resolved further that the secretary of the Board of Trustees is authorized to delegate to such individuals as she may designate from time to time authority to sign her name as secretary of the Board of Trustees to vouchers presented to the state comptroller and to warrants on the University treasurer covering vouchers approved in accordance with regulations of the Board. And be it further

Resolved that the state comptroller is hereby authorized and directed to honor vouchers bearing facsimile signatures of the chair and secretary of the Board of Trustees of the University of Illinois if such facsimile signatures resemble the facsimile specimens duly certified to or filed with the state comptroller by the secretary.

These authorizations are to continue in effect until the state comptroller has been supplied with specimen signatures of succeeding officers of this Board.

This concluded the Special Order of Business.

COMMENT FROM PRESIDENT WHITE

President White thanked the trustees for special efforts on behalf of the University and welcomed Mr. Montgomery to the Board.

WELCOME FROM CHANCELLOR MANNING, CHICAGO CAMPUS

Mr. Eppley called on Chancellor Manning for her welcome to the Board. She indicated that she wished to introduce several faculty members from the Chicago campus who had received media attention in recent weeks. First, she introduced Dr. Keith Thulborn, director of the Center for Magnetic Resonance Research, and referred to a recent article in the *Chicago Tribune* about his work. Next, she referred to the January 2007 issue of *Chicago* magazine in which the cover story entitled, "Breakthrough Medicine," featuring outstanding physicians in Chicago, two of whom are on the faculty of the College of Medicine at Chicago. She then introduced Dr. Fady Charbel and Dr. Jose Oberholzer.

Chancellor Manning next reported on a reception held recently at the campus to honor the Searle family to thank them for a generous gift of \$25.0 million to support advanced research in medicine for five years, with a promise of another \$25.0 million for a second five-year period.

The chancellor then told the trustees of interest by the City of Chicago in including the Chicago campus as a site for some of the competitions in the Olympics in 2016, in the application the city will submit seeking to have the games held in Chicago. She also said that agenda item no. 16 in the agenda for this meeting concerns a recommendation authorizing this for inclusion in the city's application.

Dr. Manning then reported that on January 31, 2007, the Chicago campus will become the 91st member of the Universities Research Association, Inc. (URA), which was, until recently, the sole organization that ran Fermilab on behalf of the U.S. Department of Energy. She said that the Chicago campus would join colleagues from the Urbana-Champaign campus on the Board. She noted that recently the URA reached an agreement with the University of Chicago to run Fermilab jointly. She stated that six members of the Department of Physics at Chicago are actively involved in work at Fermilab, along with postdoctoral fellows, graduate students, and technical support personnel.

Dr. Manning stated that she was pleased to announce that six members of the Department of Physics at Chicago now have joint appointments at the Fermi National Laboratory.

Further, she said that Professor Juan-Carlos Campuzano of the Department of Physics was promoted to the position of Argonne Distinguished Fellow for his outstanding accomplishments in condensed matter physics, which she said is comparable to an endowed chair at a university.

She also reported that in a ranking of faculty productivity in higher education conducted by the State University of New York at Stony Brook, six programs at the Chicago campus ranked in the top ten in the nation and that the business administration program ranked as number one among programs in that discipline. She also noted that the Department of Entomology at Urbana also ranked as number one among its peer programs.

Dr. Manning then briefed the Board on a plan for reorganization at the campus that would assist in carrying out the intention of strengthening continuing education offerings which was stated in the campus's strategic plan. This would involve combining four units on the campus that are concerned in some way with continuing education to form a School of Continuing Studies. She explained that this would be an administrative entity designed to improve the quality of all the offerings and to interact with the Global Campus. She stressed that it would not offer credit courses or degrees, but rather it would serve as a support unit for the colleges to assist them with marketing, recruitment, student services, technological support, and financial and business services and whenever possible would provide these services to the Global Campus to achieve efficiencies of scale. She indicated that a formal recommendation to the Board for this would be forthcoming.

In conclusion, Chancellor Manning recognized a group of student volunteers at the campus for their efforts to staff a "Homework Hotline" for children in grades K-12. She stated that two television stations, Telemundo and NBC's Channel 5 in Chicago, assisted with this program that is staffed by students from the Honors College and the Urban Health Program. She then introduced some of the student volunteers present and representatives from Telemundo and Channel 5. She also introduced faculty members who have worked with the students as they provided this service.

Following the introductions, Mr. Eppley asked leave of the Board to take the agenda item: "Resolution to Recognize Student Involvement and Volunteerism by Honors College and Urban Health Program Students, Homework Hotline, Chicago," from the agenda and act on it at this time. He asked Mr. Staren to read this.

Resolution to Recognize Student Involvement and Volunteerism by Honors College and Urban Health Program Students, Homework Hotline, Chicago

(1) The Board of Trustees of the University of Illinois sincerely appreciates and recognizes the dedicated commitment, leadership, and volunteerism demonstrated by students from the Honors College and the Urban Health Program in their service of homework assistance to Chicago-area school children.

In a unique partnership, these University of Illinois at Chicago (UIC) students provide the brains and the patience, while local television stations NBC5 and Telemundo supply the equipment and the space, to offer phone tutoring assistance with homework through the Homework Hotline to Chicago Public School and Chicago-area children in grades K through 12. Since 1995, from a bank of phones located in the NBC Tower in Chicago, four nights a week students from UIC's Honors College and Urban Health Program have provided free help to school-age children with homework in everything from fractions to geography. Most of the calls are science and math-related. In the spring 2005 semester, 38 percent of the calls were from students seeking help in mathematics with a majority coming from fifth, sixth, and seventh graders.

In 2004, students from UIC's Urban Health Program joined forces with the Honors College students in an effort to reach out to students in the Spanish-speaking community. This initiative coincided with the additional sponsorship of Telemundo, the local Spanish-language NBC affiliate. Since the addition of Telemundo's support and promotion to its target audience, the number of students who call the Hotline requesting help in Spanish has shown a marked increase.

The Homework Hotline is a fine example of how UIC continues to fulfill its mission of access to excellence and its commitment of engagement with the city of Chicago. Through its partnership with the NBC5/Telemundo Homework Hotline, UIC offers academic excellence just a phone call away free to all Chicago-area school children.

The Board of Trustees hereby recognizes and commends the UIC Honors College and the Urban Health Program for their exceptional example of student volunteerism, contributing to a vital campus life, a meaningful educational experience, and a better society.

The Board of Trustees directs that this resolution be incorporated into the minutes of today's meeting to become a part of the official public record, and that a suitable copy be given to the Honors College and the Urban Health Program, as a permanent reminder of the esteem in which they are held.

On motion of Mr. Staren, this resolution was adopted.

UPDATE: PLANS AND PRIORITIES

In this session, a report on the Global Campus was presented by President White, Dr. Chester Gardner, and others who commented on it. President White explained the reasons why this initiative is recommended and how it would be delivered. He also explained that no action was sought today. He said that that the concept for the Global Campus emanates from the University's mission and that it provides a way to reach a wider population of students. Also, he said that it provides a new revenue stream that would help the University financially. He then asked Dr. Gardner to report.

Dr. Gardner stated that the Global Campus is really about access. He noted that 85 percent of people in the U.S. graduate from high school and that 30 percent graduate from college and that in Illinois, 70 percent of African American students graduate from high school and 15 percent from college. He said that the goal is to make the University of Illinois a national leader in the area of online education and stated that there is much already in place and referenced the online Master of Library Science degree program that is available and the many online courses offered at Springfield.

Dr. Gardner indicated that the Global Campus would offer place-bound students and others who could not travel to a traditional campus to attend college an opportunity to take college courses. He also noted that the Global Campus would offer students on campus to take courses online which might be more convenient for them. He observed that in time all higher education would be a mix of online and on-campus learning experiences for students.

He also stated that the Global Campus has the potential to provide a major new revenue source to the University to assist in financing the entire University. He also indicated that quality was a primary consideration and that the educational experiences offered in the Global Campus must be comparable to other offerings at the University and for this close faculty involvement would be essential.

Professor Terry Bodenhorn then commented on faculty engagement in discussions of the Global Campus and stated that this had been constant over the past 16 months, culminating in a meeting on January 8, 2007, to discuss all aspects of the Global Campus. He stated that he had withdrawn his concerns about the Global Campus and thought the faculty would support the goals of the Global Campus. He indicated that

involvement of tenured and tenure-track faculty was very important and that the earlier suggestion of seeking separate accreditation for the Global Campus had been abandoned was equally important.

Mr. Sperling sought reassurance that the quality of instruction in the Global Campus would be comparable to on-campus courses and said that his support hinged on faculty support for the Global Campus and thorough monitoring of the offerings in the Global Campus. Dr. Carroll stated that these concerns had been stated before and that a good opportunity was presented by the Global Campus and that all should assume that the quality would be consistent with other University of Illinois instruction.

Further discussion followed with questions from Dr. Schmidt about how faculty time would be spent if faculty were to teach in both online courses and on-campus courses and Mr. Shah requesting more information on quality in the Global Campus offerings and the cost of the initiative.

Ms. Doyle also spoke as one who has taken online courses and has been involved in discussions of the Global Campus and stated that students had similar concerns regarding quality of the courses and that she was assured that the master teacher model that is a part of the initiative would ensure course quality. She added that the role of the academic council that is part of the plan for the Global Campus would be a means for ensuring quality. Ms. Doyle also stated that there is a market and demand for online courses that the Global Campus would address.

President White said that the involvement of faculty and students in the design of the Global Campus has been very helpful and that the shared governance

process has been superb and has inspired good thinking on the expectations for the Global Campus.

Dr. Gardner said he would address how the Global Campus might help various constituencies including employers, parents, and students (see materials on file with the secretary). He referred to data that report low enrollment of minorities in college and suggested that the Global Campus would provide a way to increase participation of minorities in higher education, for both initial engagement and for degree completion.

Dr. Gardner explained that the Global Campus concerns mission, mastery, and money for the University and students and said that the provision of high quality programs is a basic assumption. He stated that the approach is student-centered in terms of mission and goals and the Global Campus seeks to leverage the quality of the faculty at the University in a student-centered context.

Further, Dr. Gardner stated that the programs to be introduced first within the Global Campus would include baccalaureate programs and master's degree programs as well as certificate programs. He also said that the organizational structure would be one that is University-wide that would utilize campus structures for budgets and for accountability. He said that he recommended an external advisory Board for the Global Campus.

He reported that there is now a detailed financial model, a risk analysis, and a financial plan, plus a plan for information technology, and a plan for evaluation for the Global Campus. He said that plans call for the Global Campus to begin in 2008, with financial break-even occurring in 2010.

President White then commented and stated that if the nominal case holds, that an initial investment of \$14.0 million in capital, with four years to pay back the sum of \$20.0 million would mean that the time from investment to pay-back would be six years. He indicated that a line of credit for \$20.0 million would be needed.

Mr. Eppley stated that the business plan was close to the benchmarks. He also cited the opportunity the Global Campus presents for degree completion for individuals who cannot return to a conventional campus setting.

President White told the Board that it would be good to be able to offer an affordable, high quality college degree and that the nation is ready for such. He said he would like to introduce a \$20,000 college degree, with financial aid, and invite students to invest in this as a personal asset.

Chancellor Manning remarked that there is currently great demand for graduate education at the master's degree level and that the Global Campus would offer opportunity for students seeking master's degrees. She added that this would be an important way to address access to graduate education.

Mr. Sperling asked for information from institutions that had tried online programs and had abandoned them and he urged caution in investing in this mode of providing college courses.

Mr. Bruce requested more information on the investment and asked if this would increase resources to the University significantly. He also thanked President White for the decision to keep the Global Campus within the extant University structure rather than pursue the status of an LLC for it.

Mr. Kantas asked how new revenues generated by the Global Campus would be used. President White responded that these would go to faculty support.

Mr. Dorris and Dr. Schmidt both requested information on recruitment and admissions for the Global Campus. President White assured them that the admissions standards would be high.

Chancellor Ringeisen stated that he was optimistic about the future for the Global Campus because his campus's experience with online education had been favorable and that 60 percent of the Springfield faculty teach some courses online.

Mr. Eppley urged further development of the initiative and said it was mission-driven. He also requested a business plan for the Global Campus and further discussion with the Board. He noted that the risk is understood; however, the Global Campus is central to the University's mission and for this reason it ought to be developed, because the University should try to make this a success.

MOTION FOR EXECUTIVE SESSION

Chair Eppley stated: "A motion is now in order to hold an executive session to consider the following subjects: University employee matters; pending, probable, or imminent litigation against, affecting, or on behalf of the University; student discipline cases."

The motion was made by Dr. Carroll and approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

At this point, the chair declared a break for luncheon. Following the luncheon break, the Board resumed in executive session at 1:20 p.m.

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session adjourned.

BOARD MEETING RECESSED FOR MEETING OF
BUILDINGS AND GROUNDS COMMITTEE

In the absence of committee chair, Mr. Shah, Dr. Carroll, vice chair, convened this meeting and asked Mr. Lyle D. Wachtel, associate vice president for facilities planning and programs, to introduce the presentation for a revised design for the hotel/restaurant project in the University of Illinois Research Park, Urbana. Mr. Wachtel introduced Mr. Peter Fox, the developer of the hotel/restaurant, who told the Board that construction on the project could begin in the next few weeks with hopes to deliver the completed project by July 2008.

Mr. Wachtel then introduced Mr. David Rausch of RATIO Architects, Inc., for a presentation of the revised design (materials on file with the secretary). Mr. Rausch told the Board the location of the project was unchanged and that the orientation was still north-south. He showed the evolution of the hotel from the earlier design to what is now planned (materials on file with the secretary) and said that there are substantial changes in the building materials in that more brick will be used rather than mainly pre-cast concrete and in the new design there are some metal panels incorporated in the design of the hotel. He also pointed out that the roof had been changed from a sloped metal roof to a flat roof.

Chancellor Herman commented that the hotel was part of a plan to make Champaign-Urbana a destination for visits to the community and campus.

On motion of Mr. Eppley, this design was approved.

BOARD MEETING RESUMED

When the Board meeting resumed in regular session, the members of the Board recorded as present at the beginning of the meeting were present for this portion.

PRESENTATION AND DISCUSSION OF AGENDA ITEMS

The items on the agenda for today's meeting were presented in the order that follows.

The items are grouped for the presenters to present all items for which each is responsible.

The following items were presented by President White.

Agenda item no. 5, "Vice President/Chief Financial Officer"--The president said he was pleased to recommend Mr. Walter K. Knorr for this position.

Agenda item no. 6, "Interim Vice President for Technology and Economic Development"--The president said he was also pleased to recommend Dr. James A. Weyhenmeyer for this position.

The following items concerned the Urbana campus and were presented by Chancellor Herman.

Agenda item no. 4, "Honorary Degrees, 2007, Urbana"--The chancellor recommended all and indicated they would attend commencement if the Board approved their receipt of honorary degrees.

The following items were presented by Chancellor Herman with his recommendation and no further elaboration. There were no questions.

Agenda item no. 9, “Establish the School of Literatures, Cultures, and Linguistics, College of Liberal Arts and Sciences, Urbana”

Agenda item no. 10, “Establish the Technology Entrepreneur Center, College of Engineering, Urbana”

Agenda item no. 11, “Establish Differentiated Master of Science Degree Nomenclature for Professional and Post-Professional Programs in Architecture, College of Fine and Applied Arts, Urbana”

Agenda item no. 13, “Redesignate the Graduate Majors and Concentrations, College of Education, Urbana”

Agenda item no. 14, “Eliminate the Business Administration Major Within the Bachelor of Science Degree, College of Business, Urbana”--Chancellor Herman explained that this change will result in the elimination of the business administration major within the Bachelor of Science degree. He referred to a previous action of the Board to reorganize the eight concentrations in the business administration major into five majors and three concentrations with the Bachelor of Science in the College of Business, including establishment of one new concentration. This item, along with a report provided in the “President’s Report on Actions of the Senates” presented for this meeting completes that process.

The following items all concerned the Chicago campus and were presented by Chancellor Manning.

Agenda item no. 15, “Amend the University of Illinois at Chicago Senate Constitution”--The chancellor explained that this recommended change adds three positions for three academic professionals to the membership of the Senate.

Professor Elliot Kaufman, chair of the Chicago Senate Executive Committee, stated that this is intended to recognize the importance of academic professionals to the campus.

Agenda item no. 8, “Establish the Ph.D. in Learning Sciences, Graduate College, Chicago”--Chancellor Manning recommended this without elaboration and there were no questions.

Agenda item no. 12, “Redesignate the Institute for Mathematics and Science Education as the Learning Sciences Research Institute, College of Liberal Arts and Sciences, Chicago”--Chancellor Manning indicated that the Illinois Board of Higher Education has recognized this since 1962 and this redesignation is to emphasize the areas in which the Ph.D. degree is awarded.

Agenda item no. 16, “Intergovernmental Agreement with the City of Chicago to Facilitate the City’s Application to the United States Olympic Committee, Chicago”--Chancellor Manning stated that this is necessary for the city’s application to the Olympic Committee and that there is no obligation for funds included in this.

The following items were presented by Associate Vice President Wachtel. Mr. Wachtel indicated that he had reviewed all with Mr. Shah, chair of the Buildings and Grounds Committee.

Agenda item no. 17, “Award Contract for Elevator Reconstruction, Medical Sciences Building, Chicago”--Mr. Wachtel shared a map showing the location of the building, described the bidding process, and stated that the recommendation includes a ten-year maintenance agreement. There were no questions.

Agenda item no. 18, “Award Contract for Elevator Reconstruction, Science and Engineering Laboratories and the Richard J. Daley Library, Chicago”--Mr. Wachtel shared a map designating the location of the library, stated that there were two respondents for this and the lower bid is recommended, and indicated that there is a ten-year maintenance agreement included with the recommendation. There were no questions.

Agenda item no. 19, “Award Contract for Elevator Reconstruction, Eye and Ear Infirmary, the Laflin Street Warehouse, and the Physical Education Building, Chicago”--Mr. Wachtel shared a map showing the locations of these facilities, indicated that the lowest responsible bidder is recommended, and indicated that the funding for these projects will be from the sale proceeds of Certificates of Participation. There were no questions.

Agenda item no. 20, “Award Contract for Synthetic Turf Installation, Les Miller Baseball Field, Chicago”--Mr. Wachtel stated that there were six responsible bidders for this and that the lowest responsible bidder is recommended. There were no questions.

Agenda item no. 22, “Amend Professional Services Agreement and Construction Manager Contract for South Campus Mixed Use Development, Chicago”--Mr. Wachtel did not elaborate on this item. There were no questions.

Agenda item no. 24, “Approve Project for Lincoln Hall, College of Liberal Arts and Sciences, Urbana”--President White commented on this item stating that this college serves over 40 percent of the students at Urbana and that it needs remodeling, based on reports to the Board given by the dean of this college. Mr. Wachtel stated that

this is a \$65.4 million project and that approval of this item commits the Board to provide resources for the project and that this action also is needed to place the project in the queue for consideration by the Illinois Board of Higher Education and the Capital Development Board.

Agenda item no. 25, "Lease of Space for Mile Square Health Center, 7131 South Jeffery, Chicago"--Chancellor Manning stated that space is needed for the extension of services of the Mile Square Health Center to the south side of Chicago. She indicated that the patient volume had increased and that in August 2006 the pediatric practice plan added a dentistry program. Executive Assistant Vice President Bass provided information on the financial commitment contained in the item.

Agenda item no. 26, "Authorize Execution of a Ground Lease Agreement for the East Campus Commercial Center (Phase II), Urbana"--Mr. Bass gave the financial information for this lease and indicated that he had reviewed the information with Mr. Shah and Dr. Carroll, chair and vice chair, respectively, of the Buildings and Grounds Committee.

Mr. Sperling suggested that for items related to the Buildings and Grounds Committee that Mr. Shah and Dr. Carroll have reviewed, further presentation and discussion at the Board meeting would not be necessary.

Agenda item no. 27, "Lease of Space for School of Social Work and Campus Surge Needs, Urbana"--Chancellor Herman introduced Dr. Wynn Korr, dean, School of Social Work, Urbana, and stated that the School of Social Work was ranked as seventh in the nation and had a very good record for securing external funding. He said the new space for the school would eliminate the need for expenditures for deferred

maintenance for the school's current facility and the move of the School of Social Work would provide a new building site in the central campus. Mr. Bass provided the financial information pertaining to the lease.

Agenda item no. 28, "Purchase and Change Order Recommendations"-- Executive Assistant Vice President Bass indicated that he had reviewed these recommendations with Mr. Shah and Dr. Carroll, chair and vice chair of the Buildings and Grounds Committee, respectively, and that they concurred in the recommendations. There were no questions.

Agenda item no. 3, "Resolution Concerning Policies and Rules for Meetings Conducted by University of Illinois Research Park, LLC, and Illinois VENTURES, LLC"—University Counsel Bearrows told the Board that this recommendation concerns the manner in which these two organizations conduct their meetings in light of the recent amendment to the Illinois Open Meetings Act (OMA) that no longer makes teleconference meetings possible, which is essential given that the Board members are located in various parts of the country. This recommends that the Board of Trustees amend its action of January 17, 2002, that directed the Boards of these two bodies to conduct their meetings in a manner consistent with pertinent requirements of the OMA and directs the Boards of these two bodies to promulgate, adopt, and maintain policies and procedures by which each shall conduct its meetings, which shall be substantially similar to the OMA as it existed at the end of calendar year 2006.

AGENDA

The Board considered the following reports and recommendations from the president of the University.

Approve Minutes of Board of Trustees Meeting

(2) The secretary presents for approval the minutes of the Board of Trustees meeting of May 11, 2006.

On motion of Mr. Bruce, these minutes were approved.

By consensus, the Board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 15 inclusive. The recommendations were individually discussed but acted upon at one time.

(The record of Board action appears at the end of each item.)

Resolution Concerning Policies and Rules for Meetings Conducted by University of Illinois Research Park, LLC, and Illinois VENTURES, LLC

(3) The University of Illinois Research Park, LLC ("UIRP") and Illinois VENTURES, LLC ("VENTURES") are dedicated to fulfilling the University's missions and fostering the growth and development of the Illinois and U.S. economies. VENTURES provides start-up services that assist faculty, student, and staff inventors, and entrepreneurs in creating new companies that commercialize University-based technology, inventions, and innovations. UIRP, meanwhile, attracts established high-technology companies to the campus community, supports continued development of companies commercializing

University-based technologies, and encourages research and development collaboration between industry and the University. Both VENTURES and UIRP rely significantly upon the expertise of private sector Board members, who bring vitally important experience and judgment to the Boards of managers. Several private sector Board members live and work outside the State of Illinois (e.g., California and New York) and have other demands on their time. Nearly all meetings of the Board of Managers of VENTURES, for example, are convened by teleconference.

At its meeting on January 17, 2002, the Board of Trustees approved a resolution directing the respective Boards of Managers of UIRP and VENTURES to conduct their meetings in a manner consistent with the pertinent requirements of the Illinois Open Meetings Act (OMA). By resolution adopted on March 14, 2002, the direction was amended to permit those Boards to meet in executive sessions during which confidential business, marketing and other financial information and decisions could be considered, in recognition of the competitive harm that would be caused if such information was disclosed.

Changes in Illinois law from time to time, such as a recent change in the OMA that limits the ability of the respective Boards to conduct traditional teleconference meetings, suggest that the Board of Trustees should further amend its prior resolutions by directing the Boards of Managers of VENTURES and UIRP to promulgate, adopt, and maintain policies and procedures by which each shall conduct its meetings, which shall be substantially similar to the OMA as it existed as of the end of calendar year 2006, with the modification contemplated by the March 14, 2002, resolution. University Counsel

will assist in fashioning these policies and procedures, which then will be communicated to the Board of Trustees.

The President of the University concurs.

On motion of Mr. Bruce, this recommendation was approved.

Honorary Degrees, 2007, Urbana

(4) The Senate at the Urbana-Champaign campus has recommended that honorary degrees be conferred on the following persons at Commencement Exercises:

May 13, 2007

William D. Nix, Lee Otterson Professor of Engineering, Stanford University--the honorary degree of Doctor of Engineering

Dr. Nix has had a distinguished career as a researcher, teacher and lecturer. He has had a profound influence on the broad field of materials and, in particular, on structural materials. His research has focused on mechanical behavior of solids.

Dr. Nix started his career with a series of major contributions on high temperature creep and fracture of metals, the most prominent subject of mechanical properties of materials at the time. He has pioneered research on the mechanical behavior of thin films, multilayers, and silicon small volume structures.

Genshitsu Sen, Immediate Past Grandmaster of the Urasenke Tradition of Tea--the honorary degree of Doctor of Fine Arts

Dr. Sen is an editor and author, Buddhist monk, and the foremost expert on the history and practice of the tea ceremony. The Japanese tradition of tea began in the sixteenth century by Sen Riryu. Dr. Sen became the 15th-generation successor to serve as grandmaster of the Urasenke lineage in 1964. As the grandmaster, he exercises worldwide leadership in the Way of Tea and serves as a goodwill ambassador and worker for world peace. Dr. Sen serves on the Boards of directors of several educational institutions within Japan, and is professor at a number of universities in Japan and abroad. In 1991, the government of the People's Republic of China awarded Dr. Sen the degree Doctor of Philosophy, the first such degree granted to a non-Chinese scholar.

The Chancellor at Urbana concurs in these recommendations.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The President of the University recommends approval.

On motion of Mr. Bruce, these degrees were authorized as recommended.

Vice President/Chief Financial Officer and Comptroller

(5) The Vice President/Chief Financial Officer is the senior University executive officer responsible for the operation of all financial functions for the University, including budget execution, financing, and execution of all capital projects.

Following a thorough assessment of the needs of the University in the areas of financial oversight and capital project funding and execution, a search was initiated in early 2006 for a new Vice President, with the assistance of a consultative committee¹ and

¹David L. Ikenberry, Professor and Chair, Department of Finance at Urbana, *Chair*; Michael B. Bass, Executive Assistant Vice President, Business and Finance; Douglas E. Beckmann, Senior Associate Vice President and Deputy Comptroller, Business and Finance; William E. Berry, Associate Chancellor at Urbana, Associate Professor of Advertising, Research Associate Professor, Institute of Communications Research, and Associate Professor of Journalism; Richard H. Herman, Chancellor at Urbana, and Professor of Mathematics; Sylvia Manning, Chancellor at Chicago, and Professor of English; Richard D. Ringeisen, Chancellor at Springfield, and Professor of Mathematical Sciences; Sidney S. Micek, President, University of Illinois Foundation, University of Illinois Foundation Administrator, University Office for Development; Elliot Kaufman, Chair, University of Illinois Senates Conference, Secretary of the Senate, and Professor of Biochemistry and Molecular Genetics, Director of Diversity Graduate Programs in Biochemistry and Molecular Genetics; B. Joseph White, President, University of Illinois, Professor of Managerial Studies at Chicago, Professor of Business Administration at Urbana, Professor of Management at Springfield, and Towey Professor of Business Administration at Urbana; Julia A. Zemaitis, Executive Director, University Audits.

the services of Russell Reynolds, executive search consultants. It is my pleasure to recommend to the Board of Trustees the appointment of Walter K. Knorr, currently Comptroller, Cook County, Illinois, as Vice President/Chief Financial Officer and Comptroller, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$245,000, beginning February 1, 2007.

Mr. Knorr will be responsible for the administration of all financial matters and for coordination of capital projects execution at all campus locations. He will also advise the Board of Trustees on investments, assist the President with the operation of the University's audit programs, and will serve as liaison on financial matters with the University of Illinois Foundation and Alumni Association. On behalf of the President, Mr. Knorr will serve as chair of University-wide committees as assigned and will serve as a member of the University Policy Council, which is comprised of the officers of the University and staff reporting to the President.

Mr. Knorr has extensive and successful experience in the public and private sectors in managing financial matters for large and complex organizations. This experience matches the needs of the University at this time as we move toward the realization of an ambitious strategic plan. Further, he enjoys the confidence and support of those who have worked with him in both public and private settings, especially for his creativity and personal values.

This appointment has been reviewed by the University Senates Conference.

I seek your approval.

On motion of Mr. Bruce, this appointment was approved.

Interim Vice President for Technology and Economic Development

(6) I recommend the appointment of James A. Weyhenmeyer, presently Associate Vice President for Technology and Economic Development, as Interim Vice President for Technology and Economic Development, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$187,500 and an administrative increment of \$25,000, for a total salary of \$212,500, beginning January 22, 2007.

Dr. Weyhenmeyer will hold this position until a search has been conducted and a permanent vice president assumes the duties of the position. He will continue to hold the rank of Professor of Pathology, University of Illinois College of Medicine at Urbana-Champaign, on indefinite tenure on an academic year service basis on zero percent time; Professor of Medical Cell and Structural Biology, University of Illinois College of Medicine at Urbana-Champaign, on indefinite tenure on an academic year service basis on zero percent time; and Professor of Cell and Developmental Biology and Neuroscience, College of Liberal Arts and Sciences, University of Illinois at Urbana-Champaign.

He succeeds David L. Chicoine who resigned December 31, 2006, to become President of South Dakota State University, Brookings.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

This appointment has been reviewed by the University Senates Conference.

I seek your approval.

On motion of Mr. Bruce, this appointment was approved.

Appointments to the Faculty, Administrative/Professional Staff, and Intercollegiate
Athletic Staff

Appointments to the Faculty

(7) According to State statute, the student trustee will not vote on those items marked with an asterisk.

The following new appointments to the faculty at the rank of assistant professor and above, and certain administrative positions, have been approved since the previous meeting of the Board of Trustees and are now presented for your confirmation.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Chicago

* **Ken-ichiro Fukuchi**, Associate Professor of Cancer Biology and Pharmacology, College of Medicine at Peoria, on indefinite tenure, on an academic year service basis, on 70 percent time, at an annual salary of \$70,000, beginning January 1, 2007; and Research Scientist in Cancer Biology and Pharmacology, College of Medicine at Peoria, non-tenured, on an academic year service basis, on 30 percent time, at an annual salary of \$35,000, beginning January 1, 2007, for a total salary of \$105,000.

Valerie Ann Harris, Assistant Professor and Assistant Special Collections Librarian, Richard J. Daley Library, University of Illinois at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 100 percent time, at an annual salary of \$46,200, beginning October 30, 2006.

* **Mary Jo LaDu**, Associate Professor of Anatomy and Cell Biology, College of Medicine at Chicago, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$94,300, beginning January 1, 2007. Dr. LaDu will

continue to serve as Visiting Director of Neurodegeneration Studies, Department of Anatomy and Cell Biology, College of Medicine at Chicago, non-tenured, on an academic year service basis, with an administrative stipend of \$30,000, effective August 16, 2006, for a total salary of \$124,300.

James Warren Shaw, Assistant Professor of Pharmacy Administration, College of Pharmacy, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$76,578, beginning October 16, 2006.

* **David H. Wise**, Professor of Biological Sciences, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$47,500, beginning November 16, 2006; and Research Professor, Institute for Environmental Science and Policy, Office of the Vice Chancellor for Research, non-tenured, on an academic year service basis, on 50 percent time, at an annual salary of \$47,500, beginning November 16, 2006, for a total salary of \$95,000.

Wancai Yang, Assistant Professor of Pathology, College of Medicine at Chicago, probationary faculty on tenure track year two, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning October 1, 2006.

Emeriti Appointments

Harold R. Malinowsky, Professor Emeritus, University Library, September 1, 2006

Alexander S. Geha, Professor Emeritus of Surgery, College of Medicine at Chicago, August 16, 2006

Springfield

Lan Dong, Assistant Professor, English Program, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$42,000, beginning September 1, 2006.

Emeriti Appointments

David R. Olson, Associate Professor Emeritus of Accountancy, January 1, 2007

Urbana-Champaign

Bassem O. Andrawes, Assistant Professor of Civil and Environmental Engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$78,000, beginning October 16, 2006.

Carrie Boroughs Breaux, Assistant Professor of Veterinary Clinical Medicine, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning October 16, 2006.

* **Virginia Rosa Dominguez**, Professor of Anthropology, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$124,000, beginning January 1, 2007.

Rutilio Fratti, Assistant Professor of Biochemistry, School of Molecular and Cellular Biology, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$68,000, beginning November 1, 2006.

* **Marie-Claude C. Hofmann**, Associate Professor of Veterinary Biosciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$100,000, beginning October 16, 2006.

* **William Paul King**, Associate Professor of Mechanical Engineering, Department of Mechanical Science and Engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$105,000, beginning December 1, 2006; and Kritzer Faculty Scholar in Mechanical Science and Engineering, non-tenured, on an academic year service basis, with an annual increment of \$3,000, beginning December 1, 2006, for a total salary of \$108,000.

Gee Lau, Assistant Professor of Pathobiology, College of Veterinary Medicine, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$83,500, beginning October 16, 2006.

Ganapathi S. Narayanamoorthy, Assistant Professor of Accountancy, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$162,500, beginning January 1, 2007.

Thanh Huong Nguyen, Assistant Professor of Civil and Environmental Engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$78,000, beginning November 16, 2006.

Jae Yong Shin, Assistant Professor of Accountancy, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$162,500, beginning October 16, 2006.

Milan Svolik, Assistant Professor of Political Science, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$65,000, beginning September 21, 2006.

Tony Wong, Assistant Professor of Astronomy, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$57,000, beginning November 16, 2006.

To the Rank of Professor Without Change in Tenure:

William T. Bernhard, from Associate Professor of Political Science, College of Liberal Arts and Sciences, to the rank of Professor of Political Science on indefinite tenure, effective January 1, 2007

Barbara S. Minsker, from Associate Professor of Civil and Environmental Engineering, College of Engineering, to the rank of Professor of Civil and Environmental Engineering on indefinite tenure, effective December 16, 2006

Emeriti Appointments

M. Jocelyn Armstrong, Associate Professor Emerita of Kinesiology and Community Health, September 1, 2006

David L. Chicoine, Professor Emeritus of Agricultural and Consumer Economics, January 1, 2007

Anand Pillay, Swanlund Chair Emeritus and Professor Emeritus of Mathematics, August 16, 2006

Sonya B. Salamon, Professor Emerita of Community Studies in the Department of Human and Community Development, May 16, 2006

University Administration

Emeriti Appointments

David L. Chicoine, Professor Emeritus, Institute of Government and Public Affairs, January 1, 2007

ADMINISTRATIVE/PROFESSIONAL STAFF

Anita J. Broeren, Assistant Director, National Center for Supercomputing Applications, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$96,000, beginning January 22, 2007. Dr. Broeren was appointed to serve as Interim Assistant Director under the same conditions and salary arrangement beginning November 16, 2006.

Ellen I. Burton, Regional Director, East Central Region, University of Illinois Extension and Outreach, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an

annual salary of \$113,000, beginning January 22, 2007. Ms. Burton was appointed to serve as Interim Regional Director under the same conditions and salary arrangement beginning November 16, 2006.

Jeff D. Coates, Assistant Dean for Development and Alumni Relations, College of Law, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$46,250, beginning January 22, 2007; and Assistant Dean for Development and Alumni Relations, Office of Campus Development, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$46,250, beginning January 22, 2007, for a total salary of \$92,500. Mr. Coates was appointed to serve as Interim Assistant Dean for Development and Alumni Relations under the same conditions and salary arrangement beginning October 27, 2006.

Edwin Cook, Director of Autism and Genetics, Department of Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$17,350, beginning January 22, 2007. Dr. Cook was appointed to the rank of Professor of Psychiatry, College of Medicine at Chicago, Q probationary faculty, on a twelve-month service basis, on 70 percent time, at an annual salary of \$147,000, for one year beginning August 16, 2006; and will continue as Physician Surgeon in Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 30 percent time, at an annual salary of \$63,000, effective August 16, 2006, for a total salary of \$227,350.

Victoria Lynn Coverstone, Associate Head of the Department of Aerospace Engineering, College of Engineering, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$1,500, beginning January 22, 2007. In addition, Dr. Coverstone will receive an amount equal to one-eighteenth of her total academic year salary for one-half month's service during each summer of her appointment as Associate Head (\$5,661 for Summer 2007). She was appointed to serve as Interim Associate Head under the same conditions and salary arrangement beginning November 20, 2006. Dr. Coverstone will continue to hold the rank of Professor of Aerospace Engineering, College of Engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$100,400, effective August 16, 2006, for a total 2006-07 salary of \$107,561.

Penelope K. Crinion, Director, Program Planning and Assessment, University of Illinois Extension and Outreach, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$117,500, beginning January 22, 2007. Dr. Crinion was appointed to serve as Interim Director, Program Planning and Assessment, under the same conditions and salary arrangement beginning January 1, 2007.

* **Pedro A. de Alarcon**, Chair of the Department of Pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, with an administrative increment of \$30,000, beginning February 1, 2007. In addition, Dr. de Alarcon will be appointed to

the rank of Professor of Pediatrics, College of Medicine at Peoria, on indefinite tenure, on a twelve-month service basis, on 55 percent time, at an annual salary of \$126,500, beginning February 1, 2007; Physician Surgeon, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 45 percent time, at an annual salary of \$103,500, beginning February 1, 2007; and William H. Albers Professor of Pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, beginning February 1, 2007, for a total salary of \$260,000.

William L. Devoney, Jr., Chief Financial Officer, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$270,000, beginning January 22, 2007. Mr. Devoney was appointed to serve as Visiting Chief Financial Officer under the same conditions and salary arrangement beginning November 27, 2006.

James K. Drackley, Director, Midwest Dairy Consortium, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$12,000, beginning January 22, 2007. In addition, Dr. Drackley will receive an amount equal to one-ninth of his total academic year salary for one month's service during each summer of his appointment as Director (\$13,533 for Summer 2007). He was appointed to serve as Interim Director of the Midwest Dairy Consortium under the same conditions and salary arrangement beginning December 1, 2006. Dr. Drackley will continue to hold the rank of Professor of Animal Sciences, College of Agricultural, Consumer and Environmental Sciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$109,800, effective August 16, 2006; and Professor, Division of Nutritional Sciences, College of Agricultural, Consumer and Environmental Sciences, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2006, for a total 2006-07 salary of \$135,333.

Rand F. Harlow, Director, Predoctoral Implant Program, Department of Restorative Dentistry, College of Dentistry, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$25,000, beginning January 22, 2007. Dr. Harlow was appointed to serve as Visiting Director, Predoctoral Implant Program, under the same conditions and salary arrangement beginning October 1, 2006. He will continue to hold the rank of Clinical Assistant Professor of Restorative Dentistry, College of Dentistry, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$102,475, effective August 16, 2006, for a total salary of \$127,475.

E. J. Ernesto Indacochea, Director of Graduate Studies, Department of Civil and Materials Engineering, College of Engineering, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$5,000, beginning January 22, 2007. Dr. Indacochea was appointed to serve as Visiting Director of Graduate Studies under the same conditions and salary arrangement beginning September 16, 2006. He will continue to hold the rank of Professor of Civil and Materials Engineering, College of Engineering, Chicago, on indefinite tenure, on an academic year service basis, on

100 percent time, at an annual salary of \$93,102, effective August 16, 2006, for a total salary of \$98,102.

Kathleen J. Kashima, Senior Associate Dean of Students, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$177,000, beginning January 22, 2007. Dr. Kashima was appointed to serve as Interim Senior Associate Dean of Students under the same conditions and salary arrangement beginning August 16, 2006. She will continue to hold the rank of Clinical Assistant Professor, National Center for Rural Health Professionals, College of Medicine at Rockford, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective August 16, 2006, for a total salary of \$177,000.

Charlotte Ku, Director of Graduate and International Studies, College of Law, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$112,000, beginning March 1, 2007.

Michael James Larson, Assistant Director of Utility Operations, University Office for Facilities Planning and Programs, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$96,000, beginning January 19, 2007. Mr. Larson was appointed to serve as Interim Assistant Director of Utility Operations under the same conditions and salary arrangement beginning November 16, 2006.

Bennett L. Leventhal, Director, Center for Child Mental Health and Genetics, Department of Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$10,000, beginning January 22, 2007; and Research Professor, Institute for Health Research and Policy, School of Public Health, non-tenured, on a twelve-month service basis, on 15 percent time, at an annual salary of \$31,500, beginning January 22, 2007. Dr. Leventhal was appointed to the rank of Professor of Psychiatry, College of Medicine at Chicago, Q probationary faculty, on a twelve-month service basis, on 70 percent time, at an annual salary of \$150,000, for one year beginning August 16, 2006; and continuing as Physician Surgeon in Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 15 percent time, at an annual salary of \$28,500, effective August 16, 2006, for a total salary of \$220,000.

Robert Paul Malchow, Associate Vice Provost, Office of Faculty Affairs, Chicago, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$42,648 and an administrative increment of \$7,000, beginning January 22, 2007. Dr. Malchow will continue to hold the rank of Associate Professor of Biological Sciences, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$34,894, effective January 22, 2007, for a total salary of \$84,542.

Kathleen Mika, Assistant Director of Human Resources, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time,

at an annual salary of \$105,000, beginning February 1, 2007. Ms. Mika was appointed to serve as Visiting Assistant Director of Human Resources under the same conditions and salary arrangement beginning November 14, 2005.

Kevin O’Finn, Director of the University of Illinois at Chicago Pavilion, Office of the Associate Vice Chancellor for Student Affairs, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning January 22, 2007.

Timothy A. Opgenorth, Director of Student Financial Aid, Office of the Vice Chancellor for Student Affairs, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning January 22, 2007. Mr. Opgenorth was appointed to serve as Visiting Director of Student Financial Aid under the same conditions and salary arrangement beginning November 16, 2006.

Feniosky A. Peña-Mora, Senior Associate Dean, Graduate College, Urbana-Champaign, non-tenured, on an academic year service basis, on 50 percent time, at an annual salary of \$69,807 and an administrative increment of \$10,000, beginning January 22, 2007. Dr. Peña-Mora will receive an amount equal to one-ninth of his academic year base salary for one month’s service, during each summer of his appointment as Senior Associate Dean (\$15,513 for Summer 2007). He will continue to hold the rank of Professor of Civil and Environmental Engineering, College of Engineering, on indefinite tenure, on an academic year service basis, on 50 percent time, at an annual salary of \$69,806, effective January 22, 2007. For one month of full-time faculty service during Summer 2007, he will receive an amount equal to one-ninth of his academic year base salary, \$15,513. Dr. Peña-Mora will continue as O’Neil Faculty Scholar, Department of Civil and Environmental Engineering, College of Engineering, non-tenured, on an academic year service basis, with an increment of \$3,000, effective January 22, 2007; Center Affiliate, National Center for Supercomputing Applications, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective January 22, 2007; and Associate Provost Fellow, Office of the Provost and Vice Chancellor for Academic Affairs, non-tenured, on a twelve-month service basis, with an increment of \$10,000, effective January 22, 2007, for a total 2006-07 salary of \$193,639.

Robert Lee Pennington, Deputy Director, National Center for Supercomputing Applications, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$185,695, beginning January 22, 2007. Dr. Pennington was appointed to serve as Interim Deputy Director under the same conditions and salary arrangement beginning November 16, 2006.

Vanessa Peoples, Director, Grants and Contracts Office in Chicago, University Office of Business and Financial Services, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$125,000, beginning January 19, 2007. Ms. Peoples was appointed to serve as Visiting Director, Grants and Contracts Office in Chicago, under the same conditions and salary arrangement beginning January 16, 2007.

Audrius Polikaitis, Director of Information Services Planning, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$117,600, beginning January 22, 2007. Mr. Polikaitis was appointed to serve as Interim Director of Information Services Planning, non-tenured, on a twelve-month service basis, with an administrative increment of \$12,274, beginning November 16, 2006.

Kathleen J. Pyne, Associate Director of Nursing for Medical Center Diagnostic Services, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$147,000, beginning January 22, 2007. Ms. Pyne was appointed to serve as Interim Associate Director of Nursing for Medical Center Diagnostic Services, non-tenured, on a twelve-month service basis, with an administrative increment of \$14,820, beginning February 1 through October 15, 2006, and \$42,272, October 16, 2006 through January 21, 2007.

Kent V. Reifsteck, Director of Engineering Services, Facilities and Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$106,335, beginning January 22, 2007. Mr. Reifsteck was appointed to serve as Interim Director of Engineering Services under the same conditions and salary arrangement beginning November 16, 2006.

Scott Edward Rice, Associate University Counsel, Office of University Counsel, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$94,000, beginning January 19, 2007.

Patrick Robinson, Assistant Dean, College of Nursing, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$4,500, beginning January 22, 2007. Dr. Robinson was appointed to serve as Visiting Assistant Dean under the same conditions and salary arrangement beginning August 16, 2006; and Assistant Professor of Medical/Surgical Nursing, College of Nursing, probationary faculty on tenure track year three, on an academic year service basis, on 100 percent time, at an annual salary of \$72,009, beginning August 16, 2006, for a total salary of \$76,509.

Terry W. Ruprecht, Director of Energy Conservation, Facilities and Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$77,900, beginning January 22, 2007; and Director of Energy Conservation, Office of the Provost and Vice Chancellor for Academic Affairs, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$77,900, beginning January 22, 2007, for a total salary of \$155,800. Mr. Ruprecht was appointed to serve as Interim Director of Energy Conservation under the same conditions and salary arrangement beginning November 16, 2006.

Mark Stein, Director, Hyperactivity, Attention and Learning Problems (HALP) Clinic, Department of Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$27,000, beginning January 22,

2007. Dr. Stein was appointed to the rank of Professor of Psychology, Department of Psychiatry, College of Medicine at Chicago, Q probationary faculty, on a twelve-month service basis, on 51 percent time, at an annual salary of \$91,800, for one year beginning August 16, 2006; and will continue as Physician Surgeon in Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 49 percent time, at an annual salary of \$88,200, effective August 16, 2006, for a total salary of \$207,000.

Pnina Gottlieb Steiner, Senior Director, Business Career Services, College of Business, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning January 22, 2007. Ms. Steiner was appointed to serve as Interim Senior Director under the same conditions and salary arrangement beginning January 16, 2007.

Deborah S. Stone, Director, Office of Academic Human Resources, Office of the Provost and Vice Chancellor for Academic Affairs, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$105,000, beginning January 22, 2007. Ms. Stone was appointed to serve as Interim Director under the same conditions and salary arrangement beginning December 16, 2006.

Gregory R. J. Thatcher, Assistant Head for Advancement and Development, Department of Medicinal Chemistry and Pharmacognosy, College of Pharmacy, Chicago, non-tenured, on an academic year service basis, with an administrative increment of \$3,000, beginning January 22, 2007. Dr. Thatcher was appointed to serve as Visiting Assistant Head for Advancement and Development under the same conditions and salary arrangement beginning August 16, 2006. He will continue to hold the rank of Professor of Medicinal Chemistry, Department of Medicinal Chemistry and Pharmacognosy, College of Pharmacy, Chicago, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$122,170, effective August 16, 2006, for a total salary of \$125,170.

Mark J. Valentino, Assistant Dean for External Affairs, Office of the Associate Dean for Administration, College of Dentistry, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$20,000, beginning January 22, 2007. Mr. Valentino was appointed to serve as Visiting Assistant Dean for External Affairs under the same conditions and salary arrangement beginning December 1, 2006. He will continue to serve as Director of Advancement, Office of Institutional Advancement, Office of the Chancellor, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$118,148, effective August 16, 2006, for a total salary of \$138,148.

Lauren S. Wakschlag, Director, Pre-School Behavior Problems Program, Department of Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$12,002, beginning January 22, 2007; and Research Professor, Institute for Health Research and Policy, School of Public Health, non-tenured, on a twelve-month service basis, on 39 percent time, at an annual salary of \$43,260, beginning January 22, 2007. Dr. Wakschlag was appointed to the rank of

Associate Professor of Psychology, Department of Psychiatry, College of Medicine at Chicago, Q probationary faculty, on a twelve-month service basis, on 51 percent time, at an annual salary of \$57,248, for one year beginning August 16, 2006; and will continue as Clinical Psychologist in Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 10 percent time, at an annual salary of \$11,090, effective August 16, 2006, for a total salary of \$123,600.

Ronald S. Watkins, Associate Director, Office for Illinois Business Consulting, College of Business, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning January 22, 2007.

Mr. Watkins was appointed to serve as Interim Associate Director under the same conditions and salary arrangement beginning January 4, 2007.

Richard P. Wheeler, Vice Provost, Office of the Provost and Vice Chancellor for Academic Affairs, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$120,000, beginning January 22, 2007.

Dr. Wheeler will continue to serve as Dean of the Graduate College, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$120,000, effective January 22, 2007. In addition, he will continue to hold the rank of Professor of English, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2006; and Professor, Unit for Criticism and Interpretive Theory, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2006, for a total salary of \$240,000. This appointment is made without any salary increase to Dr. Wheeler.

On motion of Mr. Bruce, these appointments were confirmed.

Establish the Ph.D. in Learning Sciences,
Graduate College, Chicago

(8) The Chancellor at Chicago, with the advice of the Chicago Senate and the Graduate College, recommends the establishment of a new degree program, the Ph.D. in Learning Sciences.

This proposal is for an interdisciplinary Ph.D. program whose primary objective is to prepare researchers with the knowledge and inquiry skills necessary to address how people learn specific subject matter areas such as mathematics or chemistry.

This program requires an understanding of three bodies of knowledge:

- General issues of learning, instruction, and assessment - typically the purview of cognitive and educational psychology;
- The instrumentality of technologies for enhancing and supporting learning, instruction, and assessment - typically the focus of computer scientists;
- The structure and content of the specific disciplines that people are learning - typically the purview of faculty in individual disciplines.

The Ph.D. program in Learning Sciences at the Chicago campus will bring together these three knowledge bases and methods of inquiry to create a community of scholarship and research that will focus on learning in the disciplines. In doing so, this effort reflects the existing interests and investment of faculty across the many colleges of the university.

Learning Sciences, as a field, emerged in the late 1980s and early 1990s as cognitive scientists, educational and instructional psychologists, and computer scientists attempted to move principles of learning and research methodologies based in laboratory research to research on learning in classrooms and work settings. Methodologies that worked in the laboratory and learning principles that were clearly demonstrated in the laboratory did not hold up in the classroom, however, and new theoretical and methodological orientations were needed to productively study learning, instruction, and roles for technologies in formal and informal educational settings.

Several major shifts in orientation from traditional paradigms marked the emergence of the Learning Sciences:

- From the passive learner to whom knowledge is transmitted to the active learner who consciously builds knowledge,
- From learning as an individual activity to learning as a social activity where interaction with others and the environment play a crucial role, and,
- From attempts to isolate and control variables extraneous to the experimental hypotheses to acceptance of the multiple dimensions and variables operative in naturally occurring learning environments and the creation of systematic ways to study and understand them.

Over the past 15 years, the theory and methods have coalesced and there is a recognized field called the Learning Sciences. According to a recent National Science Foundation description of the field of Learning Sciences (National Science Foundation, 2004), it is “extending understanding of learning and connecting learning research to the scientific, technological, educational, and workforce challenges of our time.”

Participating program faculty will represent disciplines and areas of inquiry such as literacy, cognition, the natural sciences, instruction and assessment, linguistics, mathematics, measurement, computer science, communication, visual arts, and human development. The program will be directed by a coordinating committee of three faculty, selected by the core faculty in the Learning Sciences who represent the multiple colleges and disciplines contributing to the program and approved by the deans of the Graduate College, College of Education, College of Engineering, and College of Liberal Arts and Sciences. The coordinating committee, in consultation with the core faculty, will provide leadership, define the overall goals of the program, and encourage the submission of training and interdisciplinary grants that support the goals of the program.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Establish the School of Literatures, Cultures, and Linguistics, College of Liberal Arts and Sciences, Urbana

(9) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the College of Liberal Arts and Sciences to establish the School of Literatures, Cultures, and Linguistics.

The formation of the School will comprise the departments of Classics, East Asian Languages and Cultures, French, Germanic Languages and Literatures, Linguistics, Slavic Languages and Literatures, and Spanish, Italian and Portuguese; the programs in Comparative and World Literature and for the Study of Religion; the Division of English as an International Language; and the Unit for Cinema Studies. The formation of the School promotes and facilitates contact between the units involved, and presents their common interest to the higher administration and campus.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*,

The General Rules Concerning University Organization and Procedure, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Establish the Technology Entrepreneur Center,
College of Engineering, Urbana

(10) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the College of Engineering to establish the Technology Entrepreneur Center.

The Technology Entrepreneur Center was granted five-year temporary approval in the Department of General Engineering in 2000; since then, it has been elevated to a college-level unit in order to serve all the College of Engineering students and faculty. The Center offers on-site and online courses and certificate programs for professional development. Many students have a desire to start, develop, and lead their own companies. To this end, the Center will help to build the aptitude of students and faculty to cultivate, develop, test, and evaluate ideas.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Establish Differentiated Master of Science Degree Nomenclature for Professional and Post-Professional Programs in Architecture, College of Fine and Applied Arts, Urbana

(11) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the College of Fine and Applied Arts to establish differentiated Master of Science degree nomenclature for professional and post-professional programs in Architecture.

The School of Architecture currently awards a single Master's Degree, the Master of Architecture (M.Arch.) to students who complete the one-year, non-accredited post-professional program, or the two-year accredited professional program. Awarding the same degree for both professional and post-professional programs creates confusion both for licensing Boards and students. This proposal aims to reserve the current Master of Architecture degree for students completing the professional program track and create a new Master of Science in Architectural Studies (M.S.A.S.) for students completing the post-professional and research track.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Redesignate the Institute for Mathematics and Science Education as the Learning Sciences Research Institute, College of Liberal Arts and Sciences, Chicago

(12) The Chancellor at Chicago, with the advice of the Chicago Senate, the Graduate College, and the College of Liberal Arts and Sciences, recommends the redesignation of the Institute for Mathematics and Science Education (IMSE) as the Learning Sciences Research Institute (LSRI).

The Institute for Mathematics and Science Education has operated on the Chicago campus as an IBHE-approved institute since 1992. Its mission is to improve teaching and curriculum in pre-K through 16 education, to inform and support change efforts in teaching and curriculum through research, and to promote interdisciplinary work and communication among faculty working in math and science education. The redesignation reflects the efforts of the center in promoting interdisciplinary work on questions of how people learn and informing and supporting change efforts in teaching, learning, and assessment through research and development of curricula and learning materials for both teachers and learners. The interdisciplinary emphasis reflects a movement beyond mathematics and science to encompass multiple disciplines and a broadening of the age range of the learners. This movement is consistent with contemporary trends in research on teaching and learning. The proposed LSRI would

continue to maintain a core emphasis on mathematics and science education within a larger context that includes other disciplines and a wider scope of work that encompasses the social, cultural, and environmental contexts of teaching and learning.

The redesignated Institute would function as a campus-wide, multidisciplinary unit and would continue to report to the Dean of the College of Liberal Arts and Sciences who would oversee the unit on behalf of the deans of the three colleges supporting the Institute: Liberal Arts and Sciences, Education, and Engineering. The Institute offers no degree-granting programs, but the research conducted supports graduate students in their studies and frequently leads to thesis and dissertation projects. The name change would bring the unit's title in line with its expanded campus-wide mission to support research on learning and instruction in multiple disciplines.

In the process of redesignating the IMSE to the LSRI, a second program of research on the Chicago campus, the Program in the Study of Learning, Instruction, and Teacher Development (LITD) will be brought under the LSRI umbrella. This move is in keeping with the Chicago campus-wide effort to bring together units similar in mission and function. LITD research and development focus on literacy and social studies as well as mathematics and science. Both IMSE and the LITD are concerned with learning and instruction and participants frequently collaborate on projects in mathematics and science education. The redesignation of IMSE and its consolidation with LITD into the LSRI will provide an improved organization from which Chicago campus researchers can achieve greater impact, visibility, and leveraging of resources.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*,

The General Rules Concerning University Organization and Procedure, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Redesignate the Graduate Majors and Concentrations,
College of Education, Urbana

(13) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the College of Education to redesignate the Graduate Majors and Concentrations.

This proposal seeks to restructure the majors being awarded to graduate students in the College of Education. Currently graduate students in the College of Education complete Board of Trustees-approved curricula specific to their department but their transcripts show their major of record as simply Education. This proposal is designed to establish majors that correspond to the specific curricula in each degree-granting department. The new majors to be shown on the transcripts are:

- Curriculum and Instruction (M.A., M.S., Ed.M., C.A.S., Ed.D., and Ph.D.)
 - Elementary Education (Ed.M.)
 - Early Childhood Education (Ed.M.)
 - Secondary Education with concentrations in English, Social Studies, Sciences, and Math (Ed.M.)

- Educational Organization and Leadership (M.A., M.S., Ed.M., C.A.S., Ed.D., and Ph.D.)
- Educational Policy Studies (M.A., M.S., Ed.M., C.A.S., Ed.D., and Ph.D.)
- Educational Psychology (M.A., M.S., Ed.M., C.A.S., Ed.D., and Ph.D.)
- Human Resource Education (M.A., M.S., Ed.M., C.A.S., Ed.D., and Ph.D.)
- Special Education (M.A., M.S., Ed.M., C.A.S., Ed.D., and Ph.D.)

With these new majors, students will complete the same degree requirements but their transcripts will more accurately reflect their course of study.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Eliminate the Business Administration Major Within the Bachelor of Science Degree,
College of Business, Urbana

(14) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the College of Business to eliminate the Business Administration major within the Bachelor of Science Degree.

In a previous item, the Board of Trustees approved reorganizing the eight concentrations in the Business Administration major into five majors and three concentrations within the Bachelor of Science Degree in the College of Business, including establishment of one new concentration. This item and another in the President's Report on Actions of the Senate completes that process.

The elimination of the major in Business Administration and the proposed reorganization is the result of a careful review of national trends and the desire to ensure that students are receiving appropriate credentials.

When the Department of Business Administration was formed in the late 1960s it combined various academic fields in business. In the last 40 years, however, each of these subfields has become an independent academic discipline with a unique teaching and research agenda. As is evidenced by our peers, Illinois is one of the last institutions to offer the umbrella major of Business Administration. The reorganization of majors and concentrations will not only benefit students academically, but assist in recruitment as well as in professional careers and graduate study. Students are often disappointed to learn their emphasis area is neither a major nor a concentration, and they express similar concern when the emphasis area is not reflected on the transcript. Recruiters and other outside constituencies believe that the College of Business at Urbana

does not offer degrees in major areas of business. This proposal provides a more accurate representation of the programs offered by the Department of Business Administration.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University concurs, pending further review by the Illinois Board of Higher Education.

On motion of Mr. Bruce, this recommendation was approved.

Amend the University of Illinois at Chicago Senate Constitution

(15) At the request of the Chicago campus Senate, the Chancellor at Chicago recommends revisions to its Senate Constitution, pursuant to University of Illinois *Statutes*, Article II, Section 1.a (“a constitution and any amendments thereto shall take effect upon adoption by the senate concerned and approved thereof by the Board of Trustees). The recommended change adds three academic professional members to the Senate membership for three-year terms.

Proposed revisions to the Chicago campus Senate Constitution are noted in the attached document. Text to be deleted is lined-through and text to be added is underscored.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The proposed changes to the Chicago campus Senate Constitution were reported to the University Senates Conference for record.

The President of the University concurs.

Background

The proposed revisions to the UIC Senate Constitution, Article III, Sections 1-3 reflect the membership of academic professionals.

Recommendations

The UIC Senate approved the proposed revisions at its October 26, 2006 meeting. Text to be deleted is indicated by ~~strike through~~ and text to be added is underscored.

UIC SENATE CONSTITUTION

ARTICLE III: MEMBERSHIP

Section 1. The Senate membership consists of two hundred faculty members, ~~and~~ fifty student members, and three academic professional members elected as specified in the Senate *Bylaws*.

Section 2. Eligibility requirements for ~~both faculty and student~~ all members is specified in the Senate *Bylaws*.

Section 3. Faculty members will be elected for three-year terms, ~~and~~ student members for one-year terms, and academic professional members for three-year terms. Student members may not be elected to more than three consecutive terms.

On motion of Mr. Bruce, this recommendation was approved.

By consensus, the Board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 16 through 29 inclusive. The recommendations were individually discussed but acted upon at one time.

(The record of Board action appears at the end of each item.)

Intergovernmental Agreement With the City of Chicago to Facilitate the City's
Application to the United States Olympic Committee, Chicago

(16) The City of Chicago has applied to the United States Olympic Committee (USOC) for the privilege of serving as the United States' host city candidate for the 2016 summer games of the XXXI Olympiad. The USOC's selection of the United States' host city candidate will be known in April 2007, with final selection of the host city decided by the International Olympic Committee some time in 2009. As part of Chicago's host city application to the USOC, the City must demonstrate that it has identified and secured appropriate venues to host the Olympic Games.

As part of the proposed Intergovernmental Agreement (IGA) between the City of Chicago and the Board of Trustees of the University of Illinois, the University would agree to grant the City use of the UIC Pavilion to host boxing matches for the Olympic Games. In addition, the City and the University would have an interest in the construction of a new aquatic facility as part of the University campus. This new facility would enhance the campus' athletic facilities and serve as a venue for aquatic competitions for the Olympic Games. The agreement states that the University is not obligated to provide any funds for the preparation of the properties.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the Board enter into an intergovernmental

agreement with the City of Chicago to approve the proposed temporary venue site use, subject to the terms and conditions as set forth in the IGA.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The President of the University concurs.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Award Contract for Elevator Reconstruction, Medical Sciences Building, Chicago

(17) This \$1,795,500 reconstruction project has been approved in the Medical Sciences Building and the College of Medicine West Tower. This contract award involves the replacement or installation of new cabs, motors, controllers, and doors for two traction passenger elevators in the Medical Sciences Building. Due to the age of these elevators, many of the parts necessary for continued maintenance are unavailable, and the original manufacturers no longer provide maintenance support.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the elevator/vertical transportation contract for the reconstruction work be awarded. Competitive bidding procedures in accordance with

the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid plus the acceptance of indicated alternates.²

Division IX – Elevator/Vertical Transportation Work

KONE Inc.,	Base Bid-fixed	\$ 445,000
Chicago, IL	Alternate 1-estimated	<u>682,800</u>
TOTAL		\$1,127,800

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and the Board of Trustees policies and directives.

Funds for this project are available from the Institutional Funds Operating Budget and the sale proceeds of the Certificates of Participation (Academic Facilities Projects), Series 2006A.

The President of the University concurs.

A schedule of the bids received has been filed with the Secretary of the Board for record.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

²Description of Alternate: Alternate 1 provides a ten-year preventative maintenance agreement at a fixed cost of \$14,280 in the initial year with annual wage and material escalation factors tied to an index with a not-to-exceed annual increase of five percent. Included in the contract amount are optional hourly labor rates for 1,000 hours each of a mechanic's wage, a mechanic helper's wage, and standard crew's wage. These components are valued at \$540,000 in the alternate price.

Award Contract for Elevator Reconstruction, Science and Engineering Laboratories and the Richard J. Daley Library, Chicago

(18) This \$2,900,000 project has been approved for rebuilding the elevators in the Science and Engineering Laboratories and the Richard J. Daley Library. This project consists of two hydraulic service elevators and two hydraulic passenger elevators in the Science and Engineering Laboratory buildings and four hydraulic passenger elevators and one hydraulic service elevator in the Richard J. Daley Library building. The work involves replacement or installation of new cabs, motors, controllers, and doors. Due to the age of these elevators, many of the parts necessary for continued maintenance are unavailable, and the original manufacturers no longer provide maintenance support.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the elevator/vertical transportation contract for the reconstruction work be awarded. Competitive bidding procedures in accordance with

the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid plus the acceptance of indicated alternates.³

Division IX – Elevator/Vertical Transportation Work

ThyssenKrupp Elevator Corporation, Westchester, IL	Base Bid-fixed	\$ 929,174
	Alternate 1–estimated	844,000
	Alternate 3	<u>106,037</u>
TOTAL		\$1,879,211

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and the Board of Trustees policies and directives.

Funds for this project are available from Institutional Funds Operating Budget and the sale proceeds of the Certificates of Participation (Academic Facilities Projects), Series 2006A.

The President of the University concurs.

A schedule of the bids received has been filed with the Secretary of the Board for record.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

³Description of Alternates: Alternate 1 provides ten-year preventative maintenance agreement at a fixed cost of \$14,400 in the initial year with annual wage and material escalation factors tied to an index with a not-to-exceed annual increase of five percent. Included in the contract amount are optional hourly labor rates for 1,000 hours each of a mechanic's wage, a mechanic helper's wage, and standard crew's wage. These components are valued at \$700,000 in the alternate price. Alternate 3 provides for the modernization of elevator car 5 in the Richard J. Daley Library.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Award Contract for Elevator Reconstruction, Eye and Ear Infirmary, the Laflin Street Warehouse, and the Physical Education Building, Chicago

(19) This \$1,807,000 project has been approved for rebuilding the elevators in the Eye and Ear Infirmary, the Laflin Street Warehouse, and the Physical Education Building. This project consists of three traction elevators in the Eye and Ear Infirmary Building, one hydraulic freight elevator in the Laflin Street Warehouse, and one passenger elevator in the Physical Education Building. The work involves replacement or installation of new cabs, motors, controllers, and doors; the Laflin Street Warehouse elevator also requires a new piston and is nearly a complete replacement. Due to the age of these elevators, many of the parts necessary for continued maintenance are unavailable, and the original manufacturers no longer provide maintenance support. The Laflin Street Warehouse elevator is original to the building and inoperable.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the elevator/vertical transportation contract for the reconstruction work be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid plus the acceptance of indicated alternates.⁴

⁴Description of Alternate: Alternate 1 provides ten-year preventative maintenance agreement at a fixed cost of \$24,580 in the initial year with annual wage and material escalation factors tied to an index with a not-to-exceed annual increase of five percent. Included in the contract amount are optional hourly labor rates for 1,000 hours each of a mechanic's wage, a mechanic helper's wage, and standard crew's wage. These components are valued at \$540,000 in the alternate price. Furthermore included in the maintenance proposal is a guaranteed cylinder replacement cost for \$75,000 to occur within the ten-year period.

Division IX--Elevator/Vertical Transportation Work

KONE Inc.,	Base Bid-fixed	\$ 798,500
Chicago, IL	Alternate 1-estimated	<u>860,800</u>
TOTAL		\$1,659,300

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Funds for this project are available from Institutional Funds Operating Budget and the sale proceeds of the Certificates of Participation (Academic Facilities Projects), Series 2006A.

The President of the University concurs.

A schedule of the bids received has been filed with the Secretary of the Board for record.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Award Contract for Synthetic Turf Installation, Les Miller Baseball Field, Chicago

(20) In August 2006, a \$1,510,000 project was approved for installation of synthetic turf on the Les Miller Baseball Field. The new synthetic turf will give the Varsity Baseball Team the opportunity to practice in the early spring without concern about unfavorable field conditions due to inclement weather. The new synthetic turf will have a subsurface

drainage system which will eliminate standing water and enhance drying speed of the surface. It is expected that the new turf will reduce current maintenance costs by approximately 90 percent.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that this general/landscaping contract be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the award is to the lowest responsible bidder on the basis of its base bid plus the acceptance of indicated alternates.⁵

Division I--General/Landscaping Work

Cooling Landscape Contractors, LLC, ⁶	Base Bid	\$ 848,900
Cherry Valley, IL	Alternate 2	<u>500,300</u>
TOTAL		\$1,349,200

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Funds for this project are available from the institutional funds operating budget of the Chicago campus.

The President of the University concurs.

⁵Description of Alternates: Alternate 2 provides and installs synthetic turf manufactured by Field Turf International, Inc.

⁶Cooling Landscape Contractors, LLC, was the second lowest bidder. The lowest bidder, Hellas Construction, was non-responsive and disqualified because the bidder did not provide prices for the three listed alternates as required by the bid documents, and the bidder proposed a synthetic turf product that had not been pre-approved as a substitute as required by the bid documents.

A schedule of the bid received has been filed with the Secretary of the Board for record.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Project Budget Increase and Award of Contracts for Poultry Research Facilities, College of Agricultural, Consumer and Environmental Sciences, Urbana

(21) The Poultry Research Facilities located immediately adjacent to the Atkins Tennis Center and Eichelberger Field must be relocated to accommodate the expansion of the tennis facility. In March 2006, the Board approved the new Poultry Research Facilities with a project budget of \$2.8 million.

In May 2006, the Board approved the employment of Moorhead-Gruber Architects, Inc., of Champaign for the professional services required for the project. During the design phase of the project, increased construction costs and the acceptance of favorable alternates have resulted in the need to increase the project budget.

Accordingly, in order for the project to proceed, the Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the Board:

1. Increase the project budget by \$335,000 for the Poultry Research Facilities to \$3,135,000.

2. Approve for award⁷ the following contracts⁸ to the lowest responsible bidder in each division on the basis of its base bid plus acceptance of the indicated alternates⁹:

Division 1--General Work

Grunloh Construction, Inc., Effingham, IL	Base Bid	\$1,058,000
	Alternate 1	18,500
	Alternate 3	62,000
	Alternate 4	62,000
	Alternate 5	43,000
	Alternate 6	59,000
	Alternate 7	8,500
	Alternate 8	600
	Alternate 9	600
	Alternate 10	7,800
	Alternate 11	2,000
	Alternate 12	<u>2,000</u>
TOTAL		\$1,324,000

⁷Competitive bidding procedures in accordance with the Illinois Procurement Code were followed.

⁸Contracts for divisions that were awarded within the delegated approval level: Division 2 (Plumbing Work): Nogle & Black Mechanical, Inc., Urbana, IL--\$195,255; Division 3 (Heating, A/C, Temperature Control Work): McWilliams Mechanical Services, Inc., Champaign, IL--\$27,700; and Division 4 (Ventilation Work): King-Lar Company, Decatur, IL--\$117,400.

⁹Description of alternates: Alternate 1 constructs the interior partition walls, doors, frames, and utilities to create six specialized research rooms in Building #2; Alternate 2 provides a central mechanical system for six specialized research rooms in Building #2; Alternate 3 provides an addition to the west bird containment room at Building #4; Alternate 4 provides an addition to the west bird containment room at Building #5; Alternate 5 provides a chain link fence with gates system around the entire property perimeter; Alternate 6 provides a fabric underliner and crushed stone gravel surface on all drives as well as seeding and mulch cover for all exposed yard areas with watering and mowing until maturity; Alternate 7 provides the exterior walls of all base bid buildings as 6-inch thick walls; Alternate 8 provides the exterior walls of the west addition to Building #4 (Alternate Bid 3) as nominal 6-inch thick walls including the increased concrete curb thickness in lieu of the base bid nominal 4-inch thick walls; Alternate 9 provides the exterior walls of the west addition to Building #5 as 6-inch thick walls; Alternate 10 provides the exterior siding material of all base bid buildings as the flat profile aluminum panel with covering battens at the joints; Alternate 11 provides the exterior siding material of the west addition to Building #4 as the flat profile aluminum panel with covering battens at the joints; and Alternate 12 provides the exterior siding material of the west addition to Building #5 as the flat profile aluminum panel with covering battens at the joints.

Division 5--Electrical Work

Potter Electric Service, Inc., Urbana, IL	Base Bid	\$468,600
	Alternate 1	15,540
	Alternate 2	8,320
	Alternate 3	11,252
	Alternate 4	<u>11,252</u>
TOTAL		\$514,964

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Funds for this project are available from gift funds and the institutional funds operating budget of the Urbana campus.

The President of the University concurs.

A schedule of the bids received has been filed with the Secretary of the Board for record.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Amend Professional Services Agreement and Construction Manager Contract for South Campus Mixed Use Development, Chicago

(22) In July 2004, the Board approved a mixed use development project that includes a 750-bed residence hall with dining facilities and support services; a convocation center

with a 3,000-seat auditorium or a 1,000-seat banquet facility; and 40,000 square feet for a retail and office space component. As approved in July, the project was implemented via two design paths representing multiple construction contracts. The first design firm, Hellmuth, Obata + Kassabaum (HOK), Inc., of Chicago, was approved to provide professional services through warranty for the convocation center component in July 2004. In September 2004, the Board approved the second design firm, Vasilko, Hauserman and Associates, Inc., of Chicago, to provide professional services through warranty for the housing and retail/office component and the Construction Manager, Power Construction Company of Schaumburg. In November 2004, the Board approved the Commissioning Engineer, BSA Life Structures, Chicago.

Additional professional services are necessary for the design and construction management for the extension of the high temperature hot water and chilled water infrastructure piping to connect and loop with the East Side Chilled Water Distribution project.

Accordingly, the Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the professional services agreement and construction manager contract be amended as follows:

1. Increase the fixed fee for Vasilko, Hauserman and Associates, Inc., by \$83,750 for a total contract value of \$4,426,400.
2. Increase the fixed fee for Power Construction Company by \$134,640 and reimbursable expenses \$141,200 for blueprinting costs for a revised total contract value of \$6,525,560.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The*

General Rules Concerning University Organization and Procedure, and Board of Trustees policies and directives.

Funds for the project will be made available from the proceeds of the Auxiliary Facilities System Revenue Bonds, Series 2005A, 2005B, and 2006.

The President of the University concurs.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Amend Professional Services Agreement for Campus Recreation--Renovation and Expansion of Intramural Physical Education Building, Phase II, Urbana

(23) In January 2002, the Board approved a \$77.6 million budget for the Intramural Physical Education Building (IMPE) and Campus Recreation Center East program. Results of the bidding of the final phase of the project disclosed a shortage of funds for construction. As a consequence, the professional services consultant, VOA Associates Incorporated of Chicago was required to redesign the project. In addition to this effort in February 2005, the Board approved a \$5.0 million increase in the project budget for a new budget of \$82.7 million. As part of the redesign in this final phase, the work at IMPE included the following: the expansion and renovation of the facility to include 30,000 square feet of strength and conditioning space; a 1/6-mile track; three additional basketball/volleyball courts; a climbing wall; seven multi-purpose rooms; and renovation of existing activity space and racquetball courts. Absent in this scope of improvements is

the remodeling of the existing indoor pool that was originally contemplated prior to the first bid.

In January 2006, the Board approved the professional services agreement required for the construction phase of the project and in July 2006, the Board approved additional funds to cover reimbursable costs for testing required materials for the project. These actions have resulted in a fixed fee of \$597,465; an on-site observation fee of \$185,640; and reimbursable expenses estimated at \$174,010.

The project is progressing well and is constructed sufficiently well so as to have identified any unforeseen conditions. Due to the availability of remaining funds within the approved project budget, it is now possible to reestablish plans for remodeling the indoor pool and a roof repair/replacement project in the original IMPE facility. The \$2,835,120 indoor pool and roof repair/replacement project at IMPE includes a new air handling unit system, a new interior door entrance to the pool, windows along the west side, and a roof replacement. In order to provide the professional services required for the work, the agreement with VOA Associates Incorporated needs to be amended to include those services.

Accordingly, the Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the professional services agreement with VOA Associates Incorporated, Chicago, be amended to increase the fixed fee by \$89,015; on-site construction observation by \$15,980 on an hourly basis; and reimbursable expenses estimated at \$13,100.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*,

The General Rules Concerning University Organization and Procedure, and Board of Trustees policies and directives.

Funds for this project are available from the proceeds of a future sale of the Auxiliary Facilities System Revenue Bonds Series 2003A, 2005A, and 2005B.

The President of the University concurs.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Approve Project for Lincoln Hall, College of Liberal Arts and Sciences, Urbana

(24) Lincoln Hall currently serves the University of Illinois at Urbana-Champaign as a major classroom/office building housing the College of Liberal Arts and Sciences, the largest instructional unit on the campus. The building is located on the Quad and supports a very large volume of instructional activity and classroom use. The western half of the building was constructed in 1911, and the eastern half and theater were built in 1930. Since that time, there have been no major renovations, and the original interior and infrastructure remain largely the same.

Renovation of Lincoln Hall has been a formal component of the University-wide capital budget request since Fiscal Year 2000. Since FY 2004 the Lincoln Hall renovation has been the top-ranked individual project on the University-wide priority list, behind only system-wide Repair and Renovation and Deferred Maintenance requests.

The project has been among the top six statewide priorities of the Illinois Board of Higher Education since FY 2005.

Amounts requested for the Lincoln Hall project have varied from \$9.5 million in FY 2000 to \$53.1 million in the current (FY 2008) capital request. The scope of the initial request was to renovate the fourth floor of the building, vacated by the move of the World Heritage Museum to the newly-constructed Spurlock Museum of World Cultures, and to develop a master renovation plan for the entire facility. Beginning in FY 2002 funds to plan and complete a comprehensive renovation have been sought instead of the earlier phased approach.

A planning appropriation of \$2.0 million in State of Illinois Capital Development (CDB) Funds was approved by the Illinois General Assembly and Governor in FY 2004. An additional \$3.0 million in CDB planning funds were appropriated in FY 2006, and in the spring of calendar year 2006, all planning funds were formally released through the Office of the Governor to initiate the detailed planning process for the project.

Following process requirements of the Capital Development Board, in March 2004 the Board of Trustees approved selection of OWP&P Architects, Chicago, for architectural and engineering (A/E) professional services on the Lincoln Hall renovation project. Employment of the A/E and fee negotiations for those services are under control of the Capital Development Board. As outlined in the 2004 Board item, prior to the Capital Development Board's employment of OWP&P as A/E for the project, the University contracted with OWP&P for conceptual, feasibility, and program definition services.

Beginning when relocation of the World Heritage Museum became a reality, the scope of a potential renovation of Lincoln Hall both to upgrade building systems and infrastructure and to meet program needs in the College of Liberal Arts and Sciences has been considered from multiple perspectives. Based upon OWP&P's conceptual, feasibility, and program development work, over the past summer the Chancellor, Provost, and Dean of LAS reviewed options for the scope of work needed for the project. The lowest cost option resulted in a reduction of approximately 25,000 gross square feet in the facility. The highest cost option would have created additional space to accommodate most of the program requirements. Due to the combination of cost and program impact, the lowest cost of these options was selected. The option that has been selected reconfigures all existing space in the building while providing a comprehensive renovation that will make the facility serviceable for the long term.

This renovation is critical to the successful continuation of existing programs within the building and includes meeting current life safety code requirements. All aspects of the building will be upgraded including deferred maintenance, exterior envelope, electrical, plumbing, heating, ventilation, air-conditioning, and communication systems. The project will reconfigure space in Lincoln Hall to provide a variety of classroom sizes by grouping instructional space on the first two floors, offices on the upper floors, and teaching assistant areas on the fourth floor, along with renovation of the Auditorium supported in part by private gifts.

The project will be supported from several sources of funds:

• State appropriation for planning	\$ 5.0 million
• State appropriation for construction	\$53.1 million
• Deferred Maintenance corrections	\$ 6.3 million
• Private Gifts	<u>\$ 2.0 million</u>
Project Total	\$66.4 million

The State planning appropriation, deferred maintenance funds, and private gifts are in hand. Construction funding of \$53.1 million is the third priority project in the University's FY 2008 capital budget request, behind only the University-wide repair and renovation and deferred maintenance requests. (Depending upon timing, deferred maintenance funding for this project may come from the second phase of the deferred maintenance debt issue.)

Accordingly, the Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends the Lincoln Hall project be approved at a project cost of \$66.4 million. Project approval by the Board of Trustees is required by the Capital Development Board before the formal planning process can proceed.

Funds for the project are available from FY 2008 State appropriated capital funds, FY 2008 institutional funds operating budget with anticipated reimbursement from the proceeds of a future sale of Certificates of Participation, and gifts for the project.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The President of the University concurs.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Lease of Space for Mile Square Health Center,
7131 South Jeffery, Chicago

(25) The Chancellor at Chicago recommends that the University lease 4,000 square feet of office space on the first floor of Jeffery Plaza Shopping Center located at 7131 South Jeffery Boulevard, Chicago, Illinois, for the period April 1, 2007, through March 31, 2012. The landlord is Jeffery Plaza Investors LLC. The leased space would accommodate a satellite clinic for Mile Square Health Center (MSHC).

MSHC has operated a satellite clinic at this site since October 2005 under a sublease from a University of Chicago physicians group that had a failed practice in this location. The sublease featured a below market rental rate of just under \$25.00 per square foot (psf) gross annually, fully constructed medical space in move-in condition. It expires March 31, 2007.

The required space program is less than 10,000 square feet and did not necessitate the publication of a Request for Information (RFI) pursuant to the Illinois Procurement Code. However, to satisfy due diligence concerns, a market survey was conducted to compare alternative locations for this practice and assist in negotiations. Nine alternate sites were toured and evaluated in comparison with the Jeffery location.

Criteria used to evaluate the location included the following:

1. Location within the prescribed boundaries set forth under MSHC's license to operate as a Federally Qualified Health Center (FQHC);
2. High visibility and accessibility to maximize its potential to generate patient traffic;
3. Limited tenant construction requirements to minimize start-up costs;
4. Total operating costs (base rental, common area costs and parking costs, if any).

A list of the alternate sites is attached as Exhibit A. Following are the conclusions resulting from evaluation of the alternatives:

1. There was only one other location available within the boundaries prescribed for the FQHC. This location had been toured and evaluated earlier, when the sublease was under consideration. This office space would require expensive reconfiguration, and offers no visibility to the public. Regardless of the lower annual rental rate, it did not present an appealing alternative because it lacked traffic generation potential and the start-up costs for remodeling to suit the use were deemed too expensive.
2. The starting rental rate for Jeffery Plaza is \$27.00 psf in base rent plus Tenant's Proportionate Share (3.53 percent) of any increases in tax and operating costs for the building over the base year of 2006. The current estimate of the gross rental rate including common area maintenance at \$9.00 psf would be \$36.00 psf. This is comparable to other market alternatives. The average starting gross rental rate for the other nine (24) alternatives is \$31.73 psf; if only shopping center locations, most comparable to Jeffery Plaza, are evaluated, the average starting gross rental rate is \$41.87 psf.
3. The office locations provided essentially the equivalent of one year's rent as a tenant allowance, but in all cases these amounts were insufficient to cover estimated costs to configure the space for a medical use, because of extensive plumbing and HVAC work required. Additional funds required for the University to complete remodeling beyond the amounts supplied from the tenant allowance

were estimated, based on University experience at between \$428,000 to \$940,000. In almost all cases, the existing spaces were either raw or needed demolition before build-out for medical use. The space at Jeffery Plaza would not require additional financial investment.

4. Relocating the program to another location would require establishment of new telecommunications and data cabling, plus moving costs and the program would have to bear these additional costs.

It is proposed that the current location for Mile Square Health Center at Jeffery Plaza, 7131 South Jeffery, be retained, as it is the best location, with the lowest cost, and will present the least disruption for patient care. The term of the proposed lease is five years, with an option to renew for one additional five-year period. Annual base rental costs would start at \$27.00 psf, escalating two percent annually on April 1 of each year. There is also a provision for additional cost, calculated as Tenant's Proportionate Share (3.53 percent) of the tax and operating costs for the building (currently estimated at \$9.00 psf). It is estimated that the annual first year total cost (including Tenant's Proportionate Share) would equal \$144,000. The lease rate is full-service and includes rubbish removal, common area maintenance, heating and cooling during normal business hours, insurance, and taxes. The University will be responsible for its own electrical and telephone charges.

Funds for the current fiscal year are available from the institutional funds operating budget of the Mile Square Health Center. Funds for future fiscal years would be included in the institutional funds operating budget requests to be submitted to the Board of Trustees.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The Vice President for Administration concurs.

The President of the University recommends approval.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Authorize Execution of a Ground Lease Agreement for the East Campus Commercial Center (Phase II), Urbana

(26) At its February 13, 2003, meeting, the Board approved the selection of JSM Management (also known as Gregory Place LLC and Gregory Place II LLC) as the developer for the East Campus Commercial Center (ECCC), a mixed-use development located across from the Krannert Center for the Performing Arts on the Urbana campus and known as Gregory Place, 701 South Gregory, Urbana. Further, the Board approved the development of ECCC Phase I at its March 13, 2003, meeting.

With the successful completion and occupancy of Phase I, ECCC Phase II development is proposed to proceed as planned for the site directly east of Gregory Place Phase I. Phase II development will create the desired retail critical mass and mixed use “village” effect for the east campus area. Phase II will require a ground lease agreement

with the developer, Gregory Place II LLC. The agreements include: terms and conditions regarding the developer's obligations; required submittals such as the developer's marketing plan and building plans; outlines of the permitted uses in the center; the general terms of the ground lease; University approval of building plans and commercial tenants; insurance coverage and other legal protections.

Subsequent to the Board's March 13, 2003, authorization, the University entered into a development agreement with Gregory Place, LLC, for Phase I development on May 19, 2003. The subject agreement provided for a two-phase commercial development, at the sole discretion of the University, and in the event the parties were mutually agreeable, the terms and conditions of Phase II development would become an amendment to the development agreement. Execution of said development agreement amendment has enabled preliminary planning, utility relocation, and limited site preparation to proceed in advance of the ground lease and planned June 1, 2007, construction commencement.

General terms and conditions of the ground lease for Phase II include: the site for the Phase II development consisting of an estimated 43,600 square feet of land that will be leased to Gregory Place II, LLC, for a period of 50 years; renewal of the lease term for an additional 25 years at the end of the first term, or the improvement may revert to University ownership at that time provided the University elects to use all or a portion of the land for a use not permitted under the ground lease; 50 annual ground lease payments will be discounted to present value and payable in three installment payments as follows: one-third due June 1, 2007, one-third due February 1, 2008, and one-third due upon construction completion anticipated to be August 2008.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The Chancellor at Urbana recommends that the Comptroller of the Board of Trustees be authorized to execute the development agreements amendment with Gregory Place II, LLC, in accordance with the terms described in this item.

The Vice President for Administration concurs.

The President of the University recommends approval.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Lease of Space for School of Social Work and Campus Surge Needs, Urbana

(27) The Chancellor at Urbana, subject to the availability of funds and satisfactory resolution of final lease terms, recommends that the University lease approximately 37,200 rentable square feet (rsf) for office and classroom space at the East Campus Commercial Center Phase II (ECCC Phase II), also known as Gregory Place, 700 South Gregory Street, Urbana. ECCC is a two-phase mixed use development with Phase II consisting of first floor retail, second floor academic space for the University, and residential units on floors three through five. ECCC Phase II construction will

commence upon execution of a ground lease with the University, anticipated to be February 1, 2007.

The subject space lease consists of all of the second floor and an exclusive first floor lobby and elevator fronting on Nevada Street with the address 1010 West Nevada Street. The lease term is for the period July 1, 2008, through June 30, 2018, subject to a termination option after five years. The landlord is Gregory Place II, LLC. The leased space would accommodate the consolidation of the School of Social Work into one location from three converted houses located between Mathews and Goodwin Avenues that will be demolished to provide interim surface parking and future building sites. Additionally, approximately 3,000 square feet of the second floor of this building will serve as surge space for offices for various academic programs.

The location requirements of the School of Social Work necessitate a core campus location, thus pursuant to the Illinois Procurement Code an exemption for specialized space available at only one location is compliant with said Code. Further, given the clustering of relevant Urbana campus liberal arts and sciences units in the area, the Nevada Street corridor is an ideal location. The terms and conditions of the lease include:

1. The landlord/developer will construct the building on University land under terms of the ground lease. The second floor leased space will be constructed to a shell condition consisting of completion of exterior walls (ready for electrical and drywall), installed windows, concrete floors, use separation fire protection spray, steam, and chilled water stubbed to space, sprinkler system (one head per 150 sf), plumbing stubbed to space (sanitary lines, vents, and water supply), and electrical stubbed to space (main breaker at first floor mechanical room, with empty conduit run to second floor for power, voice, data, and video service). First floor lobby space will include

drywall (paint ready) and dedicated elevator (2,500 pound capacity) and shaft wall assembly ready for paint.

2. Annual base rent for shelled space is \$334,800 (net) fixed for five years or \$9.00 per rentable square foot, with Consumers Price Index adjustment beginning of year six; rate is then fixed for remaining years seven through ten of the initial lease term. Lease will have two- through five-year option periods. University will pay proportionate share of taxes and common area operating expenses (estimated at an additional \$3.00 per rsf).
3. Campus will procure construction services in compliance with appropriate procurement requirements to finish the leased space. The preliminary cost estimates are roughly \$60.50 per square foot (\$2,250,000). Assuming those costs were amortized over the 10-year lease term at six percent interest, the annual costs would amount to roughly \$8.25 per square foot. The combined \$9.00 base rent, \$3.00 common area share, and \$8.25 per rsf would result in a gross rent equivalent of \$20.25 per rsf, consistent with the market for office space of this quality and in this core campus location.
4. University will be responsible for its janitorial and all utility cost, along with relocation, furniture, networking, and telecom costs.

Funds for future fiscal years will be included in the institutional funds operating budget requests to be submitted to the Board of Trustees.

The Board action recommended in this item complies in all material respects with applicable state and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The Vice President for Administration concurs.

The President of the University recommends approval.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Purchases and Change Orders

(28) The president submitted, with his concurrence, a list of purchases and change orders recommended by the directors of purchases and the vice president for administration.

These were presented in one category--purchases and change orders from institutional funds. The term designates funds received by the University under contracts with the United States government, private corporations, and other organizations; grants from foundations, corporations, and other donors; and University revolving funds authorized by law.

The total amounts of these purchases and change orders were:

From Institutional Funds

Purchases	\$13,498,003
Change Orders	2,231,000

A complete list of the purchases and change orders, with supporting information (including the quotations received), was sent to each member of the Board in advance of the meeting. A copy is being filed with the secretary of the Board for record.

On motion of Dr. Carroll, the purchases and change orders recommended were authorized by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris,

Ms. Doyle, Mr. Eppley, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Authorization for Settlement

(29) The University Counsel recommends that the Board approve settlement of *Dulay v. Salti* in the amount of \$1,850,000. The plaintiff, 50-year-old Theresa Dulay, alleges defendant failed to properly diagnose and treat her breast cancer.

The Board action recommended in this item complies in all material respects with applicable State and Federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The Vice President for Administration concurs.

The President of the University recommends approval.

On motion of Dr. Carroll, this recommendation was approved by the following vote: Aye, Dr. Carroll, Ms. Doyle, Mr. Eppley, Dr. Schmidt, Mr. Shah, Mr. Sperling; no, none; absent, Governor Blagojevich. (Mr. Bruce, Mr. Dorris, and Mr. Montgomery asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Kantas, Mr. Staren; no, none.)

Report of Actions by the Executive Committee

(30) The following actions have been taken by the Executive Committee since the last meeting of the Board. These actions are now reported to the Board as a whole.

Appointments to the Faculty, Administrative/Professional Staff, and Intercollegiate Athletic Staff

Appointments to the Faculty

(1) According to State statute, the student trustee will not vote on those items marked with an asterisk.

The following new appointments to the faculty at the rank of assistant professor and above, and certain administrative positions, have been approved since the previous meeting of the Board of Trustees and are now presented for your confirmation.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

Urbana-Champaign

* **Moshe Matalon**, Professor of Mechanical Science and Engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$150,000, beginning April 1, 2007. In addition, Dr. Matalon will be appointed as Caterpillar Professor of Mechanical Science and Engineering, non-tenured, on an academic year service basis, with an annual increment of \$7,500, beginning April 1, 2007, for a total salary of \$157,500.

On motion of Mr. Shah, this appointment was confirmed by the following vote of members of the Executive Committee: Aye, Mr. Eppley, Mr. Shah, Mr. Vickrey; no, none.

Award Contracts for Phase I of the Memorial Stadium Phased Development Plan, Division of Intercollegiate Athletics, Urbana

(2) In April 2005, HNTB was employed to provide professional services for the study and evaluation of a phased development plan for Memorial Stadium at the Urbana

campus. In July 2005, HNTB presented the preliminary stadium facility plan. As part of that plan, an implementation strategy was submitted that prioritized stadium improvements in phases to maximize revenue to the Division of Intercollegiate Athletics, minimize indebtedness, and respond to the seasonal operational needs of the University of Illinois. In January 2006, HNTB was employed for the professional services required through the design development phase for all components of the first phase. At the May 2006 meeting, the Board approved Phase I of the Memorial Stadium Phased Development Plan, Division of Intercollegiate Athletics project with a budget of \$116,000,000 and the employment of HNTB for the additional professional services required for construction documents through warranty for all first phase components as well as Hunt Construction Group, Inc., for the construction management services.

On November 9, 2006, the Board approved the award of contracts for the first bid package of this project for a total bid package award of \$12,558,551. This package includes construction of a new north seating addition, relocation of existing historical plaques and a cast stone carving, installation of approximately 5,000 bench seats; and construction of restrooms, concession areas, and truck parking/loading dock area.

The second bid package of this project consists of selective demolition and superstructure erection on the west side of the stadium. Demolition will include the existing upper seating deck and press box, pedestrian ramps and spaces at the Great Hall (grade level), installation of deep foundations and pile caps for the primary superstructure on the west side of the stadium, cast-in-place concrete shear towers, structural steel framing, slabs on grade and on metal decks, underground utility work within the building

footprint, and demolition of the existing plumbing, heating, ventilation, and electrical systems on the west side of the stadium.

Bids for the construction of the demolition and superstructure erection work have been solicited; and in order for the project to proceed, the Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contracts¹⁰ be awarded. Competitive bidding procedures in accordance with the Illinois Procurement Code were followed; and the awards are to the lowest responsible bidder in each division on the basis of its base bid:

Division 1--General Work

Williams Brothers Construction Inc., Peoria, IL	Base Bid	\$26,280,000
<i>Total</i>		\$26,280,000

Division 2--Plumbing Work

A & R Mechanical Contractors, Inc., Urbana, IL	Base Bid	\$648,000
<i>Total</i>		\$648,000

Funds for this construction are available from gift funds and proceeds from the sale of the Auxiliary Facilities Systems Revenue Bonds Series 2006.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The President of the University concurs.

¹⁰Contracts for divisions that were awarded within the delegated approval levels: Division 3 (Heating A/C Temp Control Work)--Nogle & Black Mechanical, Inc., Urbana, IL--\$41,500; Division 4 (Ventilation Work)--A & R Mechanical Contractors, Inc., Urbana, IL--\$38,900; and Division 5 (Electrical Work)--Egizii Electric, Inc., Decatur, IL--\$275,300

A schedule of the bids received has been filed with the Secretary of the Board for record.

On motion of Mr. Shah, these contracts were awarded by the following vote of members of the Executive Committee: Aye, Mr. Eppley, Mr. Shah, Mr. Vickrey; no, none.

Employ Architect/Engineer for Housing Life Safety Code 2000 Fire Alarm Upgrade and High Rise Sprinkler--Phase V, Urbana

(3) Four phases of the Housing Life Safety Code Fire Alarm Upgrade and High Rise Sprinkler program have been approved through July 2004 at \$5.5 million. This program was initiated to provide upgrades for fire alarm notification appliances for six residence halls and to add sprinkler systems to four high-rise residence halls. Phase V of this six-phase program will provide a fire suppression system and renovation of the fire alarm system at Wardall Hall, Lounge Building, and Food Service facilities of the Illinois Street Residence Hall. In November 2006, the Board approved Phase V of this project at \$2,480,000.

In order for the project to proceed, it is necessary to employ an architect/engineer for the required professional services. The selection of the architect/engineer for this project was in accordance with the requirements and provisions

of the Architectural, Engineering, and Land Surveying Qualifications-Based Selection Act (30 ILCS 535/1) to provide related professional services.¹¹

Accordingly, the Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that BRiC Partnership, LLC, Belleville, be employed for the professional services required for the five phases of the project. The firm's fees through the construction administration phase will be a fixed fee of \$141,000; for on-site observation and warranty on an hourly basis not to exceed \$43,000; and for authorized reimbursable expenses, an estimated amount of \$8,000.

Funds for this project are available from the Auxiliary Facilities System Repair and Replacement Reserve Budget of the Urbana campus.

The Board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedures*, and Board of Trustees policies and directives.

The President of the University concurs.

A schedule of the firm's hourly rates has been filed with the Secretary of the Board for record.

¹¹A selection committee consisting of Bill Beard (Facilities & Services), John Humlicek (Housing Division), Mark Inglert (University Office for Facilities Planning and Programs), and Jill Maxey (Facilities & Services) evaluated the following firms: Affiliated Engineers, Inc., Madison, Wisconsin; BRiC Partnership, LLC, Belleville; and Clark Dietz, Inc., Chicago. The committee recommends BRiC Partnership, LLC, of Belleville as best meeting the criteria for the project.

On motion of Mr. Shah, this recommendation was approved by the following vote of members of the Executive Committee: Aye, Mr. Eppley, Mr. Shah, Mr. Vickrey; no, none.

This report was received and confirmed.

President's Report on Actions of the Senates

(31) The president presented the following report:

Establish the Administrative Nursing Leadership (ANL) Certificate,
College of Nursing, Chicago

The Chicago Senate, with the recommendation of the College of Nursing and the Graduate College, has approved a proposal to establish the Administrative Nursing Leadership Certificate.

In order to accommodate the rapid rate of change in contemporary nursing practice, the UIC College of Nursing is developing new ways to address the learning needs of healthcare professionals with the ultimate goal of strengthening the nursing and healthcare workforce in Chicago, the State of Illinois, and the nation. The Administrative Nursing Leadership (ANL) Illinois Board of Higher Education (IBHE) Certificate is a quality academic leadership certificate program that synthesizes the disciplines of nursing and management. The program will prepare nurses to efficiently and effectively direct nursing operations in healthcare agencies toward realization of the goals of both the profession and the agency. The courses in this program prepare students in the content areas of organizational behavior, human resources, fiscal and information technology management, and leadership and managerial functions of the nurse manager. An M.S. in Nursing has already been approved by the IBHE.

Designed as a post-baccalaureate online program, the program is designed for licensed nurses and requires 18 hours of coursework. Upon completion of the certificate program, students may be eligible to sit for the credentialing exam in Nursing Administration (CNA) offered by the American Nurses Credentialing Center if they also meet the other educational and practice requirements established for this exam.

Establish an Undergraduate Minor in Art History, College of Fine and Applied Arts, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Fine and Applied Arts to establish an undergraduate minor in Art History.

The minor in Art History is designed for students who seek to study art history in depth as a complement to their major area of study. The minor provides students with an education in art history that is balanced and diverse culturally, temporally, and geographically. It allows students to choose from a variety of introductory courses that cover a variety of regions, cultures, and periods.

Establish an Undergraduate Minor in Landscape Studies, College of Fine and Applied Arts, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Fine and Applied Arts to establish an undergraduate minor in Landscape Studies.

The minor in Landscape Studies enables students to gain considerable knowledge of the ecological, social, cultural, and historical factors that have shaped landscapes of the western and non-western world. The minor is designed to appeal to students in related units such as History, Geography, Anthropology, Landscape Design,

and Landscape History, allowing these students to develop a comprehensive theoretical framework for work in their major field of study.

Establish a Graduate Minor in Finance, College of Business, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Business to establish a graduate minor in Finance in the Department of Finance.

The graduate minor in Finance is designed to allow students in a complementary degree program to demonstrate substantive competency in the field of Finance. The minor would consist of three to four units of course work in Advanced Corporate Finance, Investments, and Financial Derivatives.

Terminate the Teacher Education Minor in Economics, College of Business, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Business to terminate the Teacher Education Minor in Economics.

The termination request is due to the new flexibility in the Economics Endorsement recognized by the Illinois State Board of Education, and the lack of student enrollment in the Teacher Education Minor in Economics. Student enrollment for the previous five academic years has consistently been at zero, with no student completing the minor requirements in that time period. Currently, students enrolled in a secondary education major who are interested in obtaining certification to teach economics can do so by completing the Social Science: Economics endorsement requirements.

Terminate the Food and Agribusiness Management Concentration in Business Administration, College of Business, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Business to terminate the Food and Agribusiness Management Concentration in the former Business Administration major.

In a previous action item, the Board of Trustees approved reorganizing the eight concentrations in the Business Administration major into five majors and three concentrations within the Bachelor of Science Degree in the College of Business, including establishment of one new concentration. This item completes that process.

The concentration is eliminated for two reasons: low enrollment and duplication with another program. In the last five years, an average of only three students annually out of approximately 900 Business Administration students have selected this area. The Department of Agricultural and Consumer Economics has redesigned its major so that it equips students for careers in many areas of business and consumer affairs that covers subjects in applied economics, management, and law. Thus, the concentration duplicates an already existing major in another college.

This report was received for record.

Report of Master and Subordinate Affiliation Agreements Between Outside Health Care Institutions and the Board of Trustees of the University of Illinois, Chicago

(32) On July 20, 2000, the Board delegated authority to approve all master and subordinate affiliation agreements between the Board of Trustees of the University of Illinois, on behalf of the UIC health sciences colleges, and outside health care entities, to the Chancellor at Chicago. At that time, the Board stipulated that the campus provide an

annual report on all master and subordinate affiliation agreements approved by the Chancellor at Chicago.

In compliance with the Board's policy, the CEO of the HealthCare System reports that the following affiliation agreements were approved by the Chancellor at Chicago between July 1, 2005 and June 30, 2006:

<i>Affiliate</i>	<i>Type of Agreement</i>	<i>Services Provided</i>	<i>Effective Dates</i>
Cook County Bureau of Health Services	Master (Renewal)	Medical Student and Resident Rotations: Colleges of Medicine, Pharmacy, Nursing, Dentistry, Applied Health Sciences, School of Public Health	July 1, 2005-- June 30, 2012
Rush University Medical Center/Rush Medical College	Master	Resident Rotations and Clinical Training programs:	January 1, 2006-- June 30, 2010

This report was received for record.

Report, University of Illinois Medical Center Medical Staff,
January 1 to November 20, 2006

(33) This report prepared in compliance with the Joint Commission on Accreditation of Healthcare Organizations of all medical staff appointments and resignations for 2006 was presented to the Board for record. A copy has been filed with the secretary of the Board.

Report of the Secretary:
Chicago Campus Student Member of the
University of Illinois Board of Trustees, 2006-2007

(34) As reported May 11, 2006, the Chicago campus held an election on April 11-12, 2006, for student trustee for 2006-2007 and Umair Mamsa received the most votes.

The total number of ballots cast for a student trustee on the UIC campuses-- Chicago, Peoria, Rockford, and Urbana--was 1,037. Mr. Mamsa faced one other candidate in the election and the tally was:

Umair Mamsa	549
Audrey Von Bergan	488

Mr. Mamsa was later disqualified on the basis of an oversight, regarding compliance with that portion of the University of Illinois Trustees Act that requires status as a full-time resident of the State of Illinois. On November 6, 2006, Mr. Mamsa resigned from the position.

In accordance with the University of Illinois Trustees Act, Dr. Barbara Henley, Vice Chancellor for Student Affairs, requested the chief executive of the student government at the Chicago campus, Edgar T. Staren, to select a new nonvoting student trustee to serve for the remainder of the term. Edgar T. Staren appointed himself to serve as student trustee from the Chicago campus through 2006-2007. Vice Chancellor Henley concurred in this recommendation and forwarded it to Chancellor Sylvia Manning who accepted the recommendation.

At a regular Board meeting held on November 9, 2006, Mr. Staren was installed as the student trustee to represent the Chicago campus until June 30, 2007.

This report was received for record.

Report on Renewal of the Treasurer's Bond

(35) The *Bylaws* of the Board of Trustees state:

The Treasurer shall be the general custodian of all the funds and securities belonging to the University, and shall give bond for the faithful performance of the duties and the proper accounting and delivery thereof, whenever required and with such security as may be approved by the Board. Such bond shall be in such amount as the Board may require, but not for less than five hundred thousand dollars (\$500,000).

The Comptroller recommends renewal of the Treasurer's Bond, in the amount of \$500,000, with the Liberty Mutual Insurance Company as surety and Lester H. McKeever, Jr., as principal. The bond is for the three-year period of January 15, 2007, through January 15, 2010, at a total cost of \$1,215.

The Comptroller reports that the University has renewed a Treasurer's Bond in the amount of \$500,000 with the Liberty Mutual Insurance Company as surety and Lester H. McKeever, Jr., as principal.

This report was received for record.

SECRETARY'S REPORT

The secretary presented for record changes to academic appointments for contract year 2006-07, new hires, resignation, notices of nonreappointment, and retirees re-hired. A copy has been filed with the secretary of the Board.

DEGREES CONFERRED

The secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on December 18, 2006.

Summary

Graduate Degrees

Doctor of Education	5
Doctor of Musical Arts.....	3
Doctor of Philosophy.....	149
<i>Total, Doctors</i>	(157)
Master of Accounting Science	4
Master of Architecture.....	10
Master of Arts.....	41
Master of Business Administration	3
Master of Computer Science	16
Master of Education	62
Master of Human Resources and Industrial Relations	60
Master of Music.....	3
Master of Music Education	1
Master of Science	306
Master of Social Work.....	60
Master of Urban Planning	2
<i>Total, Masters</i>	(568)
Certificate of Advanced Study	
Educational Organization and Leadership	1
<i>Total, Graduate Degrees</i>	726

Professional Degrees

College of Law	
Juris Doctor..	11
<i>Total, Professional Degrees</i>	11

Undergraduate Degrees

College of Agricultural, Consumer and Environmental Sciences	
Bachelor of Science	91
College of Applied Life Studies	
Bachelor of Science	78
College of Business	
Bachelor of Science	153
College of Communications	
Bachelor of Science	19
Bachelor of Science in Journalism	16
<i>Total, College of Communications</i>	(35)
College of Education	
Bachelor of Science	6
College of Engineering	
Bachelor of Science	250
College of Fine and Applied Arts	
Bachelor of Arts in Urban Planning	5
Bachelor of Fine Arts	20
Bachelor of Landscape Architecture	4
Bachelor of Music	21
Bachelor of Music Education	5
Bachelor of Science in Architectural Studies	14
<i>Total, College of Fine and Applied Arts</i>	(69)
College of Liberal Arts and Sciences	
Bachelor of Arts	240
Bachelor of Science	231
<i>Total, College of Liberal Arts and Sciences</i>	(471)
Institute of Aviation	
Bachelor of Science in Aviation Human Factors	14
<i>Total, Undergraduate Degrees</i>	1,167
<i>Total, Degrees Conferred December 18, 2006</i>	1,904

BOARD MEETING RECESSED

At this time, the Board recessed for meetings of the Budget and Audit Committee and the Finance and Investment Committee.

BUDGET AND AUDIT COMMITTEE MEETING

Mr. Bruce, chair of this committee, convened the meeting and invited President White to speak. President White presented the Board considerations for multi-year resource planning (materials on file with the secretary). This included information concerning the financial condition of the State, the State's pension and health insurance costs, the likely priorities for the near future including K-12 education, healthcare, energy and economic development. He then told the Board it was necessary to position the University to address these priorities.

The president then reviewed the five strategic priorities for the University:

- Develop the Urbana campus into the nation's preeminent public research university.
- Develop the Chicago campus into the nation's premier urban public research university.
- Position the Medical Center and health sciences colleges for the next quarter century.
- Develop the Springfield campus into one of the nation's top five small public liberal arts universities.
- Develop the Global Campus.

President White told the Board that the purpose of multi-year financial planning was to agree on what we are going to achieve, identify resources to get those

things done, and that a multi-year timeframe is required to accomplish strategic priorities. He said that all of these require funding strategies and that for the Fiscal Years 2006-2012 the elements of the Compact 5/500 will be needed, and for FY 2013 and beyond the revenues from the Capital Campaign and the Global Campus should be available. He said that the funds would be used to contribute to the State priorities for education, research, service, economic development, and for infrastructure needs.

The president cautioned that meeting the goals of the Compact for the next few years would be challenging. He then reviewed needs for FY 2008, stating that the request from the State is for \$101.0 million, with tuition yet to be decided and the amount from private giving estimated to be approximately \$5.0 million, research funding flat, and reallocation being less than 2.5 percent. Given these facts, he asked the trustees for guidance, particularly in regard to what the tuition increase might be for FY 2008.

Discussion followed and Mr. Eppley urged consideration of multi-year tuition planning on a five-year basis.

Dr. Schmidt commented that a multi-year funding plan is wise and noted that in a recent visit to another university he discovered that such had worked well with that state's legislature.

Mr. Shah asked for information on the use of ICR funds from grants and contracts and was assured that the University was receiving all that is possible from this source and managing the funds carefully.

President White said a recommendation for tuition for FY 2008 would be discussed further at the March 13 meeting of the Board.

FINANCE AND INVESTMENT COMMITTEE MEETING

Mr. Montgomery, chair of this committee, convened the meeting and asked Senior Associate Vice President Douglas Beckmann to introduce guest presenters.

Mr. Beckmann introduced Ms. Lois Scott of Scott-Balice for a presentation on a plan for issuing health facilities bonds for refunding 1997 bonds (materials on file with the secretary). He also introduced other members of the team established to investigate advance refunding opportunities related to the 1997 Health Services Facilities System Revenue bonds. He said the market environment has improved for such a transaction.

Mr. Eppley commended Mr. Beckmann and his staff members for their work on this plan and noted that it was structured in a way that the variable rate debt could be collapsed.

Next, Mr. Beckmann reported that the Allerton Farms had been placed in the University endowment pool and were appraised at \$19.0 million. The effect of this change was to make \$2.0 million available to the annual pool for capital projects at Allerton Park.

Mr. Beckmann explained to the Board why farmland is a useful investment for the endowment pool and stated that it provided diversification benefits, an inflation hedge, and a competitive advantage in that the farmland the University has received in gifts is of high quality.

Mr. Beckmann told the Board that a recommendation for sale of the Wright Farm in DeKalb County would be presented at the March 13, 2007, Board meeting. He stated that an appraisal had been sought for this farm, a search was underway for a broker to assist with the sale, and that the sale should be conducted late this spring. He indicated that the proceeds would be used for scholarships in the College of Agricultural,

Consumer and Environmental Sciences and for purchase of land in order to move the college's research farms farther to the south of the campus.

BOARD MEETING RESUMED IN REGULAR SESSION

Report from the Chicago Senate

Professor Elliot Kaufman, chair of the Executive Committee of the Chicago Senate, reported on the operations and activities of the senate for the past year (materials on file with the secretary). These included revision of the University of Illinois *Statutes* to provide for multi-year contracts for certain non-tenure track faculty; advice to the president on the matter of naming University buildings and facilities; consultation with President White and Dr. Gardner on the Global Campus and noted that the collegial approach to planning for the Global Campus was exemplary.

OLD BUSINESS

Mr. Bruce requested a report on plans for the remodeling of the University Hospital and on the planned building addition at the College of Medicine at Rockford at the next Board meeting.

NEW BUSINESS

There was no business presented under this aegis.

STUDENT TRUSTEES' REPORTS

Mr. Kantas reported on a survey of 6,000 students regarding tuition and indicated that the students' priorities for tuition are academic program enrichment, faculty recruitment, and smaller classes in that order. He also noted that ten faculty members at the Urbana campus had been named Fellows of the American Association for the Advancement of Science. He commended the library and the campus for the service "Ask a Librarian" and said it was a very good resource for students. Further, Mr. Kantas reported that Mr. Michael G. Small, head varsity men's golf coach at Urbana, was to be named golf player of the year on January 25, 2007, in Orlando.

Ms. Doyle stated that the construction of residence townhouses on the Springfield campus was on schedule. She also indicated that a student group from the Peoria campus was visiting China. In addition, she reported on a study of gender in Nicaragua in which a student from the Springfield campus is studying how that country can advance without making progress in addressing gender equity issues.

Mr. Staren told the Board of a student lobbying effort at the Chicago campus and lauded the students involved with this. He also reported on a successful celebration of Martin Luther King's birthday on the campus. Further, he said that the student government at the Chicago campus is working to add more services for students.

TRUSTEE BRUCE'S WELCOME TO TRUSTEE MONTGOMERY

Mr. Bruce stated that he welcomed Mr. Montgomery to the Board and noted his distinction as a trial lawyer. Mr. Bruce recalled that he had worked with

Mr. Montgomery on a legislative redistricting case and stated that the Board of Trustees was fortunate to have Mr. Montgomery as a colleague on the Board.

ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD

Chair Eppley called attention to the schedule of meetings for the next few months:

March 13, Urbana; May 17, Chicago; and July 11-12, Chicago.

There being no further business, the Board adjourned.

MICHELE M. THOMPSON
Secretary

LAWRENCE C. EPPLEY
Chair