

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

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MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

March 11, 2009

This meeting of the Board of Trustees of the University of Illinois was held in the Pine Lounge, Illini Union, Urbana, Illinois, on Wednesday, March 11, 2009, beginning at 9:15 a.m.

Prior to the roll call, Chair Niranjana S. Shah welcomed Mr. Elias Pittos to the Board as the student trustee from the Chicago campus replacing Mr. James A. Winters who resigned in February 2009. Mr. Shah asked Mr. Montgomery to install Mr. Pittos as a member of the Board by reading the responsibilities of student trustees to Mr. Pittos. Mr. Montgomery invited Mr. Pittos to a lectern and read the following:

The Statutes of the State of Illinois provide that there shall be ". . . one voting student trustee designated by the Governor from one campus of the University and one nonvoting student member from each campus not represented by the voting student member." The method of selecting student members has been determined by campus-wide student referenda on each of the campuses of the University. The student members serve a term of one year beginning on July 1 of each year.

In the installation of all members of the Board, we tend to emphasize the duality of responsibility of the Trustees: on the one hand, a deep interest and loyal support of the

University and, on the other, a stewardship in behalf of the people of Illinois, a difficult interrelationship which as Trustee one must define and carry out for oneself - but in no way an incompatible one.

Inevitably, the student member feels a kinship and accountability to the student body; on the other hand, no less than any of us, the view of the University and its service necessarily must be broader than any one-student constituency or any one campus. This is a challenging perspective for us to maintain and a learning process for all of us.

As a member of the Board, I welcome you to this fellowship of responsibility and invite your interest and contribution to the deliberations of this Board.

Next Mr. Shah invited Mr. Eppley to join him at the head of the table, whereupon Mr. Shah and President White presented to Mr. Eppley a gavel engraved with his name and dates of service as chair of the Board as a token of appreciation for his service as chair for the last six years.

Mr. Shah then called the meeting to order and stated that there were two members of the press joining this meeting via conference telephone and asked all at the Board table to speak loudly. Mr. Shah 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 F. Vickrey. Governor Pat Quinn was absent. Mr. D. Craig McFarland, voting student trustee from the Springfield campus, was present. The following nonvoting student trustees were present: Mr. Elias C. Pittos, Chicago campus; Mr. Paul D. Schmitt, Urbana-Champaign campus.

INTRODUCTION OF UNIVERSITY OFFICERS AND SENATE OBSERVERS

Mr. Shah asked President White to introduce the University officers and senate observers.

President White introduced the following: Dr. Richard H. Herman, chancellor, University of Illinois at Urbana-Champaign; Dr. Paula Allen-Meares, chancellor, University of Illinois at Chicago; Dr. Richard D. Ringeisen, chancellor, University of Illinois at Springfield; Dr. Mrinalini Rao, vice president for academic affairs; Dr. Avijit Ghosh, vice president for technology and economic development; and the officers of the Board, Mr. Walter K. Knorr, comptroller (and vice president/chief financial officer); 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: Joyce Tolliver, associate professor of Spanish, Urbana, representing the University Senates Conference; Joseph E. Finnerty, professor of finance, representing the Urbana-Champaign Senate; Philip Patston, associate professor of oral medicine and diagnostic sciences, representing the Chicago Senate; John C. Martin, assistant professor of astronomy/physics, representing the Springfield Senate. Also in attendance was Nicholas C. Burbules, professor of educational policy studies and Grayce Wicall Gauthier Professor, College of Education, and chair of the Executive Committee of the

Urbana-Champaign Senate; Elliot Kaufman, professor of biochemistry and molecular genetics, College of Medicine, Chicago; James Patrick Hall, associate professor of management information systems, College of Business and Management, and vice chair of the Executive Committee of the Springfield Senate.

OPENING REMARKS FROM THE CHAIR OF THE BOARD

As he began his opening remarks, Mr. Shah said that it is appropriate that the March Board meeting is held in Urbana because it was in March that the University opened for classes in 1868, one year after the State legislature voted to establish the Illinois Industrial University and the first Board was named and met. He added that today we see all about us the evidence of many generations of individuals devoted to building this University, and all at this table seek to do the same.

Mr. Shah stated that since the Board meeting in January, a new president of our country has taken office, and a new governor for our State has been sworn in to office. He added that in February Governor Pat Quinn visited the College of Dentistry at Chicago to meet with faculty, students, and patients as a part of a program that provides a day of dental care to certain grade school pupils at no charge, and the governor visited the Urbana campus to sign the Sustainable University Compact and tour new facilities constructed according to “green” standards. Mr. Shah reported that while Governor Quinn was visiting the Urbana campus he also toured Lincoln Hall and expressed a desire to help renovate and restore this building. Mr. Shah reported his own visit to Mumford House, the oldest building on the Urbana campus, built in 1870, and

said he would have additional remarks on that later in the meeting. He said that preservation and restoration of these two facilities was very important and that funds would be sought for both projects.

Mr. Shah then noted that the Board had held a special meeting on February 3, 2009, to discuss several of the University's capital projects that might be eligible for funding under the federal stimulus program. He stated that the University should be able to secure stimulus funds for "green" energy projects. In addition, he said that the Board and University administration are hopeful that President Obama's new budget will provide resources to the University in several areas. He said that Mr. Schoell will comment later in the meeting on the economic stimulus program. Mr. Shah indicated that the Board members would like to know of research underway at the University and of proposals for research funding, because the trustees might be able to assist in obtaining research funding.

Mr. Shah also stated that it was appropriate at this meeting in Urbana to indicate that the Board of Trustees will make every effort possible within the limits of State statutes to hire local contractors, architects, engineers, and others associated with capital projects on the Urbana campus. Further, he said the University will redouble efforts to purchase supplies from local merchants in Champaign-Urbana and surrounding communities. He noted that the Urbana campus spends \$250.0 million per year in goods and service and that in order to help in creating opportunities for local contractors and vendors, the University will work with the Chamber of Commerce, the U.S. Department

of Commerce, and State agencies to identify local vendors and contractors and provide outreach and information about doing business with the University.

Mr. Shah then turned to today's meeting and summarized the plan for the meeting stating that there were 37 items on the agenda including: tributes to some extraordinary people; academic program changes; several deferred maintenance projects; recommendations for sabbatical leaves for some faculty members; and recommendations for student health insurance fees. He said that there would also be four committee meetings and an executive session. He briefly described the presentations to be made to the committees as follows: the Budget and Audit Committee is to receive a report on a comparison of the Fiscal Year 2009 budget and actual expenditures for the first six months of the fiscal year and the annual report from the University Ethics Officer; the Buildings and Grounds Committee is to receive two presentations for design of facilities; the University Hospital Committee is to review a master plan for the medical center; and the Technology and Economic Development Committee is to receive a briefing for a proposed investment by Illinois VENTURES, LLC. In closing his remarks, he said that items on the agenda for today's meeting would be presented for discussion. Mr. Shah urged all presenters to be brief in their reports and remarks.

WELCOME FROM CHANCELLOR AT URBANA

Mr. Shah invited Chancellor Herman to share information about recent developments on the Urbana campus.

Chancellor Herman reviewed the materials distributed to the Board members at their places that describe some of the history of the University and the annual report of the Energy Biosciences Institute in the College of ACES (materials on file with the secretary). He said that the Urbana campus is currently in final negotiations with the National Archives to display the original Morrill Act at the Krannert Art Museum in fall 2009 in partnership with the Abraham Lincoln Bicentennial Commission. He told the Board that he had distributed to them copies of an article he had written about the legacy of the Morrill Act that appeared in the official publication of the Bicentennial Commission, "A New Birth of Freedom," which had also been circulated at President Obama's inauguration. He summarized the evolution of the comprehensive research university in the United States and said that the Urbana campus is exemplary in demonstrating its ability to reinvent its role in education and society to serve both. He then gave two examples of units at the Urbana campus that have reinvented themselves in response to changing demands in education and in society: the National Center for Supercomputing Applications, which has garnered \$850.0 million in research funding in doing so; and the groundbreaking research of the College of ACES reflected in the annual report of the Energy Biosciences Institute. Chancellor Herman said that the quality of the faculty members and students is the basis for the campus' success over time. He said that he was pleased that the Board had items on its agenda for today to honor three outstanding faculty members with the Trustees' Distinguished Service Medallion. Chancellor Herman also noted that 18 faculty members had recently received Career Awards from the National Science Foundation. He reminded the Board that the Urbana

campus is always one of the top recipients of funding from the National Science Foundation.

Chancellor Herman then reported that the offices of the provost and vice chancellor for research were assembling groups of faculty and staff members to develop proposals for funding from the economic stimulus program. He said the key initiative areas were: energy; water; transportation; education; information technology, including bioinformatics; health and wellness; and biomedical sciences. He cited the proposal for an Energy Innovation Center, about which he had informed the Board at earlier meetings, as an example of the type of outcome that is planned for each of these areas. He told the Board that the Department of Energy had contacted faculty members at the Urbana campus to encourage them to be a part of a multi-institutional research project to be funded by the economic stimulus program.

The chancellor noted that faculty members at the Urbana campus have submitted requests for funding totaling \$282.0 million since October 2008, and that in the period February 2008 to February 2009 research proposals increased 13 percent. He said that it is necessary to invest in the University's infrastructure to make sure the campus capitalizes on these opportunities. He also stated that the campus' research is conducted on a global basis today and said that evidence of this is seen in the inauguration of the Advanced Digital Sciences Center in Singapore, the Urbana campus' first research center outside the United States.

In closing, the chancellor commented that the University of Illinois had helped define the land-grant university initially and that it was doing so in an impressive

way today, due to its agility in reacting quickly and its campus climate that favored the development of leaders in many fields. He predicted that the next decade would reveal that the faculty members are well positioned to respond to new opportunities that would keep the Urbana campus in the top tier of universities.

REPORTS FROM CHICAGO AND SPRINGFIELD CHANCELLORS

Report from Chancellor, Chicago Campus

Mr. Shah asked Chancellor Allen-Meares to briefly report to the Board information from the Chicago campus. Chancellor Allen-Meares reported two new initiatives by faculty members at the Chicago campus that had been proposed for funding and for which the campus was now awaiting information to learn if funding would be awarded. She also announced that the Institute of Medicine of the National Academy of Sciences will hold its regional conference at the Chicago campus in summer 2010.

Chancellor Allen-Meares then described the first research initiative noted above, which is the Center for Clinical and Translational Science, for which funding is sought from the National Institutes of Health. She said that this was an interdisciplinary collaboration that, if funded, would advance the translational research enterprise. She said Professor Theodore Mazzone of the College of Medicine was leading this project and she noted that there were three mandates for this center: education, research support services, and facilitation of novel and collaborative approaches to clinical and translation research. She said the one of the center's goals was to increase the number of well-

trained clinical investigators to address the current and projected critical shortage of such academic scientists. She commented that academic administrators at both the Chicago and Urbana campuses were helpful in the preparation of this proposal.

She described the second research project as a pre-proposal submitted by the College of Engineering to the National Science Foundation for its Science and Technology Center competition that awards five-year grants of \$25.0 million that are renewable. She said Professor Farhad Ansari, professor and head of the Department of Civil and Materials Engineering, is the principal investigator for this request. The chancellor said that the National Science Foundation invited Professor Ansari to present a full proposal for the establishment of this center, one of 20 percent of the pre-proposals submitted. She said the next step in the process would be to be selected for a campus visit.

Chancellor Allen-Meares then commented more fully on the planned regional conference of the Institute of Medicine, of which she is a member. She said that the main topic of this meeting would be diabetes and obesity and reminded the Board that the Chicago campus is a leader in diabetes research and treatment, thus it is fitting that the campus host this conference.

In addition, Chancellor Allen-Meares reported to the Board that the campus had a false alarm of an emergency on the campus on March 6, 2009, caused by a sound of a passing automobile that was reported as the firing of a gun. She commended Mr. John W. Richardson, chief of the Chicago campus police, for an immediate response and for handling the situation with great skill. She noted that during the search of a

building one officer's weapon discharged and that is under investigation at present.

Mr. Vickrey commented on the discharge of the officer's weapon and asked for a review of the campus' emergency notification system and said that he understood Chancellor Allen-Meares was already in the process of conducting this review.

Mr. Shah urged more cooperation between the Chicago and Urbana campuses in research matters and said that integration of all resources is important.

Report from Chancellor, Springfield Campus

Chancellor Ringeisen described the emergency notification system at Springfield and said that the campus police had been trained for emergencies such as shooters on campus and that the campus had also worked with the Springfield city police on such training. He told the Board that there is now a system for sending text messages to all students, faculty, and staff. He said that two-thirds of the students, faculty, and staff had registered for this. He also described communications contact equipment that is available for maintenance staff, the campus' web site that would carry messages, and loud speakers inside and outside buildings on the campus. In addition, the chancellor described training provided staff for emergencies such as a shooter on campus that includes drills for emergencies. Further, he said that the campus has an escort service for students and staff on campus for safety and many emergency telephones located throughout the campus.

Chancellor Herman then commented on the emergency notification system the Urbana campus provides that includes a new system for notifying students, faculty, and staff via text message. He said that the system is operated by an off-campus energy

system and that it can deliver 137,000 messages in under six minutes. The chancellor said that 18,000 students, faculty, and staff had registered thus far, and that signs at the bus stops on campus were posting messages encouraging others to register.

Mr. Vickrey asked if these systems were tested and he was assured that the systems were tested periodically.

Mr. McFarland urged that all on the campuses register for these systems.

PUBLIC COMMENT SESSION

Mr. Shah announced a public comment session and said that each speaker would be permitted five minutes to address the Board.

The first speaker was Ms. Karen Lang Kummer. She spoke in support of preserving Mumford House in its original location where is presently sits, and said she was opposed to relocating this facility as has been suggested. She cited facts regarding the history of Mumford House, stating that it was the first building located on the south campus at Urbana and described it as a model farmhouse of the later 19th century. She noted that Mumford House and the Morrow Plots are reminders of the early days of the University (materials on file with the secretary.) She also suggested a campus-wide call for proposals for potential uses of Mumford House. In addition, she said that the organization of which she is the executive director, the Preservation and Conservation Association, has recommended that Mumford House remain *in situ* and be restored.

The second speaker was Mr. James Peters, who indicated that he was president and executive director of Landmarks Illinois. He stated that the board of

directors of this association had listed Mumford House as one of the ten most enduring buildings in Illinois. He added that the association has expressed the wish that Mumford House remain at its current, original location. He compared Mumford House to the water tower in Chicago and to the Alamo. He also said that the wooden structure is fragile and would be damaged if moved, and that it would be more costly to move it and then restore it. He stated that Mumford House needs to be painted, the front steps need replacing, and the building needs to be made accessible. He observed that the present site would be better for offering protection to Mumford House than a site on the south farms, as proposed. He concluded by stating that Landmarks Illinois is willing to assist the campus in restoring this building, and offered *pro bono* services from members.

The third speaker was Ms. Jaclyn O'Day, president of the Illinois Student Senate, Urbana. She reported the results of a campus-wide referendum concerning student fees and said that the students had approved all fees proposed. She urged the Board to approve these when they are recommended to them at a subsequent meeting.

The fourth speaker was Mr. Rich Potter, a member of the Graduate Employees' Organization. He expressed concern about salaries paid teaching assistants at the University, specifically the Urbana campus. He stated that the average salary paid a teaching assistant at the Urbana campus is \$14,958 and the minimum is \$13,430, and he stressed that it is extremely difficult for students to pay all their living expenses from such meager earnings. He also reported to the Board that teaching assistants teach one-fourth of the courses offered at the Urbana campus, and thus are vital to the economic performance of the campus. He stated that teaching and research assistants deserve to be

paid more, and he implored the Board not to cut the salaries of the lowest paid employees at the University. In closing, he asked the Board to become a partner with the Graduate Employees' Organization in seeking more resources for public higher education.

UPDATE: PLANS AND PRIORITIES

Mr. Shah opened this session and stated that he would address the urgent need for attention to two of the University's facilities, Lincoln Hall at Urbana and the University of Illinois Hospital at Chicago. He reported that he had recently toured Lincoln Hall and had seen for himself the need to restore this building. He urged the Board to consider restoring and renovating this facility as soon as possible and suggested that it be initiated during the current Bicentennial celebration of President Lincoln's birth.

He also described the needs of the University Hospital for new facilities. He noted that the hospital is 30 years old, and it must be made adequate for teaching modern medicine. He thanked Trustees Schmidt and Vickrey for their support of the medical center and of the needs of the hospital and related facilities. He told the Board that replacing and modernizing the hospital is essential.

In addition, Mr. Shah commented on the importance of faculty research at the University and referenced the sabbatical leaves recommended in today's agenda and stated that these recommendations are related to the research goals of the faculty and the University. He stated that increasing research funds is important and that the Board is ready to assist in any way it might.

Lastly, Mr. Shah addressed the subject of accident prevention at the campuses and reminded the chancellors of the need to provide for safety on the campuses in order to protect students and staff.

As part of this session, two of the trustees made comments. Mr. Vickrey commended Mr. John J. DeNardo, CEO, HealthCare System, Chicago, for his efforts in administering the hospital, stating that Mr. DeNardo has done a remarkable job in retaining accreditation for the hospital. Mr. Bruce commended Chancellor Herman for completing a search for a director of public safety. At that time, Chancellor Herman introduced Ms. Barbara R. O'Connor, the new executive director of public safety at Urbana.

BOARD MEETING RECESSED FOR MEETING OF THE
BUDGET AND AUDIT COMMITTEE

Comparison of Budget to Actual Expenditures

Mr. Bruce, chair of this committee, convened the meeting. He stated that the business to be presented concerned a report on a comparison of the budget and actual expenses to date for this fiscal year and a report from the university ethics officer. He asked Mr. Knorr to present the budget information.

In reporting on the comparison of budget to actual expenditures, he told the Board that the cash flow is not what was expected because the State was 90 to 120 days behind in making payments to the University. He said that he hopes that all of the

University's receivables expected from the State arrive by May 2009. Mr. Knorr then reported on three components of the budget.

The first was the costs for utilities and he said that there was good news in that the University's expenditures thus far this year were \$15.0 million under budget (Chicago and Urbana are each \$7.5 million under budget). He explained that the lower cost of natural gas contributed to the savings and that conservation efforts have been effective. He said that based on this there would be a decrease in the budget request for utilities in the Fiscal Year 2010 budget.

The second was the University of Illinois Hospital's budget. Mr. Knorr said that the expense side is being managed well, given that the daily census is down and charity care is up. He also said that the hospital's bad debts were a problem.

The third budget component Mr. Knorr discussed was tuition revenue. He said that the Urbana campus was one percent under projection on collections, the Chicago campus was modestly under projected revenue, and that Springfield was significantly under the revenue projected for tuition revenue.

Mr. Eppley asked about expenditures for utilities at the Springfield campus and Chancellor Ringeisen responded that the campus purchases all sources of energy from the City of Springfield.

Report of Ethics Officer

Mr. Bruce invited Ms. Donna McNeely, university ethics officer, to report on the work of the University Ethics Office. Ms. McNeely reported on the training in ethics that her

office provides for the trustees and all employees and stated that employee compliance with this for 2008 had been 99 percent, for 47,000 employees. She said that 32,000 employees completed the training in the first 30-day period after distribution of the training materials. She also said that her office coordinates the distribution and collection of the form, Statement of Economic Interest, for the Secretary of State. She said that the trustees and a significant number of University employees are required to complete these annually.

Ms. McNeely also described the new training program in ethics that her office has been asked to develop for all of the public higher education institutions in the State that is to be initiated in fall 2009. She indicated that this training will follow guidelines provided by the Office of the Executive Inspector General. She also said that the training materials will take into account the fact that some employees do not have access to a computer for online delivery of the training information and responses. In addition, she stated that the ethics training materials for trustees will be distributed in summer 2009.

Further, Ms. McNeely stated that the ethics office responds to queries and concerns from individuals within the University and follows up on these as appropriate. Also, she said that she is working with Vice President Rao on a review of the University's conflict of interest policies and enforcement.

BOARD MEETING RESUMED

At this time, the Board meeting resumed in regular session. The Board members recorded as present at the beginning of this meeting were still in attendance. Mr. Shah introduced Ms. Jan Grimes, executive director of the Illinois Historic Preservation Association, who was attending the meeting because of an interest her agency has in the preservation of Mumford House on the Urbana campus.

Mr. Shah commented that many trustees have received letters from historic preservation advocates and citizens urging that Mumford House not be moved from its present site. He said that he had visited Mumford House recently and familiarized himself with its location and condition. He also said that Chancellor Herman had assured him that there is no intention to relocate Mumford House anytime in the foreseeable future. Mr. Shah then noted that he had asked Chancellor Herman to undertake two things in relation to Mumford House: first, to initiate a careful evaluation of what is needed to retain Mumford in its present location, and second, to prepare a plan for restoring Mumford House to make it safe, attractive, and remodeled according to historic preservation standards. He asked that Chancellor Herman present responses to these two matters at the Board's meeting in Urbana in September 2009. Mr. Shah then stated that he saw it important to obtain funding for restoring Mumford House and Lincoln Hall at Urbana as part of the same request and that support from all quarters was needed for this funding. Mr. Shah said that his colleagues, Mr. Dorris and Mr. Vickrey, also wished to comment on the subject of Mumford House, and invited Mr. Dorris to speak first.

Mr. Dorris said that Mumford House is extraordinarily important to the Urbana campus from the standpoint of alumni and others. Mr. Vickrey then spoke and asked that a resolution be prepared for the May Board meeting that would recommend preservation of Mumford at its present site and restoration of it. He said it was important to record this. Other trustees also voiced support for retaining Mumford House in its present location and restoring it. These trustees included Mr. Bruce, Dr. Carroll, Mr. Eppley, and Dr. Schmidt. Mr. Bruce suggested that Mr. Peters, the director and executive director of Landmarks Illinois, who spoke during the public comment session earlier, be consulted in that he offered *pro bono* professional help for efforts to restore Mumford House.

Chancellor Herman responded and stated that securing the funds to restore Mumford House is the main issue and that the campus will add this project to its request for capital funds from the State.

Next, Mr. Shah invited Ms. Grimes to comment. Ms. Grimes said that she was very pleased to hear the discussion among the trustees about preserving and restoring Mumford House. She said that the Board members are stewards of such facilities for the future and that having Mumford House preserved would help future students understand more about the era of the late 19th century. Ms. Grimes said that her agency is working with University staff to understand the needs for restoring Mumford House and other projects and that she has ideas about streamlining such projects. She also sympathized with Chancellor Herman in relation to the need for funds for this project. She concluded her remarks with the statement that the Board must serve the University and the taxpayer.

MOTION FOR EXECUTIVE SESSION

Chair Shah stated: “A motion is now in order to hold an executive session to consider the following subjects: University employee matters; and pending, probable, or imminent litigation against, affecting, or on behalf of the University.”

The motion was made by Mr. Eppley, seconded by Dr. Carroll, and approved.

EXECUTIVE SESSION RECESSED FOR LUNCHEON AND COMMITTEE MEETINGS

At 12:20 p.m., the executive session recessed for luncheon¹ and committee meetings, to reconvene later in the meeting.

MEETING OF THE BUILDINGS AND GROUNDS COMMITTEE

Discussion of Power Failure at Urbana, March 8, 2009

Mr. Shah, chair of this committee, convened this meeting. Mr. Vickrey, a vice chair of this committee, commented on the power failure that occurred at the Urbana campus on March 8 and lasted for approximately 11 hours. Mr. Vickrey said it was his understanding that Ameren was to provide power to the University in the event of a power failure at the Abbott Power Plant. Mr. Douglas E. Beckmann, senior associate vice president for business and finance, explained that on March 8, due to extremely high

¹Guests of the Board at luncheon were Ms. Jan Grimes who had spoken earlier and members of the Executive Committee of the Urbana Senate.

winds, Ameren lost power that is intended to protect the Abbott Power Plant in the event of a power failure, and Ameren had difficulty in restoring its power. Mr. Beckmann said that the University and Ameren are working together currently on a plan to prevent such occurrences in future. He also informed the Board that the new Petascale Computing Facility is expected to increase the University's demand for electricity by 40 percent and that the consultants, SAIC, for the Petascale Facility are reviewing the issues of energy demand.

Mr. Shah indicated that he would like to have a meeting with representatives of SAIC and the Buildings and Grounds Committee. He also asked that the University administration request additional funds under the State stimulus program for provision of increased electricity for the Urbana campus, stating that having a second source of power at all times was necessary.

Design Presentations

Mr. Shah asked Mr. Michael B. Bass, associate vice president for capital programs and real estate services, to introduce two design presentations.

Integrated Bioprocessing Research Laboratory, Urbana

Mr. Bass indicated that the first design presentation would be for the Integrated Bioprocessing Research Laboratory (materials on file with the secretary). He then introduced Mr. John P. Kouchoukos, an architect representing the firm AECOM US Group, to present the design. Mr. Kouchoukos described this facility as a \$23.0 million,

project, and said that the design provides for a two-storey building comprised of 39,800 square feet. Mr. Kouchoukos said that the purpose of the facility was that it is to be a pilot facility for research on processes to create value-added products for energy production and feed for stock. He said that the LEED silver standard had been established for construction of this facility and that he estimated that construction at this standard would save the University approximately \$55,000 per year in future, compared to conventional construction. He said the geothermal heating and cooling systems were not advised because there was inadequate space around the facility for the wells required for such systems. Mr. Kouchoukos said that the construction documents are being prepared by the Illinois Capital Development Board and that they are 50 percent complete. He stated that the time for construction was estimated at 18 months, which would make occupancy possible in late 2010. The architect described the facility as being divided into laboratory space and processing space. He then described the building materials and said that the building is designed to fit in among surrounding buildings and also have its own presence.

Mr. Bass said that there would be five prime contractors since this is a Capital Development Board project, and that the participation of minority business enterprises is eight percent and the participation of female business enterprises is four percent. Mr. Shah suggested involving subcontractors from the Champaign-Urbana area.

Newmark Civil Engineering Laboratory Student Center Addition, Urbana

Chancellor Herman commented on this project first, stating that an addition to the Newmark Laboratory was needed for a student center (materials on file with the secretary). He said that this was to be named for Mr. M. T. Geoffrey Yeh, a donor of a major gift to this project. He said that Professor David A. Lange, a faculty member from the Department of Civil and Environmental Engineering, would present this design. Professor Lange said that this department currently has classes in 19 different buildings, and Mr. Yeh, a 1953 alumnus, has given a \$4.0 million gift to build a student center as a gathering point.

Mr. Bass said the firm of Teng + Associates was the architect for this addition and he introduced Mr. Thomas Hoepf, the designer of the student center, to present information. Mr. Hoepf said that this would consist of a three-storey addition of 20,500 square feet to contain classrooms and student activities space, with a geothermal heating and cooling system.

Mr. Bass said that the bids were to be received in June 2009, and that there would be a 12-month construction schedule, with a completion date of October 2010. He said that the minority business enterprise participation in this project was 12 percent.

On motion of Dr. Schmidt, seconded by Mr. Montgomery, these designs were approved. Mr. Shah asked that the record show that he did not vote on the recommendation for these designs.

MEETING OF THE UNIVERSITY HOSPITAL COMMITTEE

Mr. Vickrey, chair of this committee, convened the meeting at 3:15 p.m. and asked Dr. Joseph A. Flaherty, dean, College of Medicine, and Mr. John J. DeNardo, CEO, HealthCare System, Chicago, to comment on the master plan for the future of the University of Illinois Hospital (materials on file with the secretary).

Dean Flaherty stated that the medical center at the Chicago campus is the second largest in the nation and is recognized for its outstanding research. He also noted that the U.S. health care system now ranks 37th in the world because of a lack of access for many people. Dean Flaherty stated that innovation in planning health care facilities for the future is important and that the hospital currently finds it necessary to house outstanding specialists in many disparate facilities. He said that a hub is needed for all the services of the medical center.

Mr. DeNardo commented next and began by listing some of the outstanding specialties at the medical center, including those in robotic and minimally invasive surgery, the neuro imaging unit, and the transplant surgery unit. He said that the hospital is ranked in the top one percent among hospitals utilizing electronic systems and that its medical records unit is widely recognized as being truly excellent. Mr. DeNardo also said that the hospital has received an award for translational medical science. He told the Board that the current hospital building serves well but that it needs maintenance and upgrades, such as new heating, ventilation, and air conditioning systems, and he hopes to

bring recommendations for such in a few months. He concluded his remarks by stating that there is much to be proud of at the medical center.

MEETING OF THE TECHNOLOGY AND
ECONOMIC DEVELOPMENT COMMITTEE

Mr. Eppley, chair of this committee, convened the meeting at 3:25 p.m. He said that this meeting was convened for the purpose of discussing one item on the agenda for today's meeting, "Authorize the Establishment of a Contract for Investment (Illinois Emerging Technologies Fund II, L.P.)" (materials on file with the secretary). He explained that this recommendation is based on an asset allocation within the University of Illinois Foundation which was the source of funding for the first Illinois Emerging Technologies Fund. He also said that Dr. Schmidt is the Board's representative to the board of Illinois VENTURES, LLC, and noted that this entity is a University Related Organization. He added that Mr. John Banta, the director, reports to Vice President Ghosh. Mr. Eppley described Illinois VENTURES, stating that it was created in 2002 to commercialize the technology invented at the University and to help establish new companies and attract capital. He also told the Board that Illinois VENTURES provides early stage seed money for establishing companies. He then introduced Mr. Banta who commented that the companies assisted by Illinois VENTURES have prospered over the years and that at the heart of the development of new companies for the purpose of commercializing the technology invented at the University is the development of new well-paying jobs. He

also noted that funds from the federal stimulus program are helping with National Institutes of Health funding for new technologies.

Mr. Eppley then commented on the first fund for Illinois VENTURES that the Board approved a few years ago, and said that the investments that this fund has made have long term value and that this fund is fully invested. He said that the recommendation to establish an Illinois Emerging Technologies Fund II, with an investment of up to \$2.0 million from the University's endowment requires a change in the asset allocation, which is recommended in the agenda item. He told the Board that \$20.0 million is needed for Emerging Technologies Fund II and that the University's investment of up to \$2.0 million would be the last amount invested after other investors had invested the majority of the amount needed. He also emphasized that this investment was ultimately in aid of job creation. Dr. Schmidt then provided a description of one company's development after assistance from the Emerging Technologies Fund I and the concomitant creation of jobs.

Mr. Eppley reviewed the history of legislation providing for formation of such entities as Illinois VENTURES, LLC, and stated that federal legislation enacted in 1982 provided the basis for universities to own research created in its laboratories and to license that technology. He said that from that, universities earn licensing revenue. He added that in other cases it is more advantageous to the University to assist a faculty member who has invented technology to form a company and Illinois VENTURES helps get such companies started.

Mr. Bruce asked what the next steps in this process would be. Mr. Eppley stated that if the Board approved the item on the agenda, the University's commitment would be a maximum of \$2.0 million, invested over five years, after \$15.0 million is raised from other sources.

Mr. Shah asked for the length of the terms of the two trustees who represent the Board of Trustees on the Illinois VENTURES board. Mr. Bearrows indicated that the terms were for three years.

Mr. Vickrey asked for a discussion of the agenda item and discussion followed during which it was explained that the comptroller of the Board of Trustees would have responsibility for the University's investment.

Mr. Bruce then requested a written update of Illinois VENTURES' work before each Board of Trustees meeting.

There was no further discussion.

BOARD MEETING RESUMED

When the meeting of the Board resumed at 3:30 p.m., the trustees noted as present at the beginning of the meeting were still in attendance.

VOTE ON AGENDA ITEM

The first order of business was to vote on agenda item "Authorize the Establishment of a Contract for Investment (Illinois Emerging Technologies Fund II, L.P.)" The item follows.

Authorize the Establishment of a Contract for Investment
(Illinois Emerging Technologies Fund II, L.P.)

(1) In April 2000, the Board of Trustees authorized the formation of Illinois VENTURES, LLC, a limited liability company that supports the development of new companies commercializing University technologies through activities such as assisting companies in obtaining seed and venture capital funds, recruiting management talent, developing business plans, and securing business services necessary to help these companies succeed. The Board of Trustees is the sole member of Illinois VENTURES, LLC.

In June 2003, the Board of Trustees authorized Illinois VENTURES, LLC to form the Illinois Emerging Technologies Fund (ITEF) for the purpose of making equity and equity-related investments in promising new companies commercializing University of Illinois technologies. Illinois VENTURES, LLC organized a limited liability company, Illinois VENTURES GP, LLC, to serve as general partner of the Fund. The sole managing member of the general partner is Illinois VENTURES, LLC.

In September 2002, the Board of Trustees considered and approved a five percent allocation to private equity and venture capital investments within the endowment pool investment program in order to improve the endowment pool investment diversification and total return. A policy range of 0-7 percent for the allocation was also established to allow time for the private equity program to be ramped up and to allow for fluctuations in asset values over time.

Through considerable analysis and discussions involving Trustees, the University's investment consultant (Ennis Knupp) and University staff, it was determined the private equity program should be structured via a core (diversified fund-of-funds investment) and satellite (direct investment in regional limited partnerships) approach, with the core component representing approximately 70 percent of the allocation and the remaining 30 percent allocated to firms located in the Midwest, with a particular emphasis on Illinois. The core fund-of-funds investment serves as the anchor of the private equity program to provide external private equity expertise and oversight, access to high quality partnerships, and time diversification.

The initial private equity investments were approved by the Board of Trustees in May 2003 with the hiring of Adams Street Partners (a fund-of-funds partnership) and Edgewater Growth Capital Partners, L.P. (a direct limited partnership). In March 2005, the Board of Trustees approved a \$0.5 million allocation to the Illinois Emerging Technologies Fund, L.P. Together with investments from private investors, the total size of the fund was \$27.0 million. As of December 2008, Fund I has invested approximately \$17.0 million in fifteen companies, combined with co-investments from other funds and investors, the total amount invested in these companies is in excess of \$300.0 million. Over 70 percent of Fund I deal flow was sourced from the University of Illinois.

Since Fund I investment capital will soon be fully deployed, the formation and fund raising for a follow-on investment vehicle is being pursued. Illinois Emerging Technologies Fund II, L.P. will have a similar strategy of investing in seed and early-

stage companies with a focus on research-derived investments. The targeted size for Fund II is \$60.0 million with a maximum capital raise of \$100 million. This level of funding is expected to generate a portfolio of fifteen to eighteen companies. The partnership has both management and carried interest fees.¹ University Counsel retained an outside firm who determined an investment by the University in the Illinois Emerging Technologies Fund II is permissible.

Financial market conditions are creating unprecedented volatility in asset class valuations within the University's endowment pool. As private equity investments are illiquid, this may cause the private equity allocation to exceed the maximum policy range of seven percent on a temporary basis. The Vice President/Chief Financial Officer and Comptroller recommends raising the upper limit for the private equity allocation to ten percent.

Accordingly, the Vice President/Chief Financial Officer and Comptroller recommends the Board of Trustees approve the following actions:

1. Allocation of \$2.0 million within the University endowment pool for investment in the Illinois Emerging Technology Fund II, L.P., subject to a minimum initial closing that includes \$15.0 million from other investors.

¹Annual fee of 2.5 percent of committed capital plus carried interest such that 100 percent of each distribution is made to the Limited Partners until the Limited Partners have received an amount equal to their commitment. Thereafter, distributions are made in a ratio of 80 percent to the Limited Partners and 20 percent to the General Partner. Note that the General Partner profit interest will be allocated between the principals and Illinois VENTURES, LLC annually to be determined at the sole discretion of the board of Illinois VENTURES GP, LLC, the General Partner of IETF.

2. Adjustment of the acceptable investment band for private equity investments within the endowment pool from 0-7 percent to 3-10 percent.
3. Adoption of the attached resolution to delegate authority to execute the agreements.

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.

Resolution

Be it Resolved, that the Comptroller of the Board of Trustees of the University of Illinois is authorized to enter into agreements to purchase a limited partnership interest in Illinois Emerging Technologies Fund II, L.P.

Be It Further Resolved, that the Comptroller is authorized from time to time to designate in writing to Illinois Emerging Technologies Fund II, L.P., those officers, employees, and other agents of the University of Illinois authorized to give written or verbal instructions on behalf of the University of Illinois.

Be It Further Resolved, that each of the foregoing resolutions shall continue in force until written notice from the Comptroller of the Board of Trustees of its rescission or modification has been received by Illinois Emerging Technologies Fund II, L.P.

On motion of Mr. Vickrey, seconded by Mr. Eppley, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

PRESENTATION AND DISCUSSION OF AGENDA ITEMS

Mr. Shah introduced this session and stated that the items on the agenda that had not yet been discussed or considered would be presented and that time would be allowed for discussion.

Mr. Shah asked President White to present agenda item nos. 2 and 3.

Agenda item no. 2, “Approve Duties, Appointment, and Evaluation of the Chief Executive of the Global Campus”--President White stated that at the March 13, 2007, Board meeting, the trustees established the Global Campus as a unit organized at the University level to be led by a chief executive, who reports to the president. He said that the Higher Learning Commission, the accrediting organization, requires the University to submit legal documentation that authorizes the Board to hire, evaluate, and dismiss the chief executive and that outlines this individual’s duties and responsibilities. He said that the language for the description of the role of the chief executive was adopted from the language in the University of Illinois *Statutes* for the appointment of chancellors. He indicated that the Higher Learning Commission also requires the University to provide the name and title of the chief executive and the minutes of the Board meeting at which the chief executive was appointed. He stated that this recommendation addresses all of these requirements.

Agenda item no. 3, “Approve the Constitution for the Academic Policy Council of the University of Illinois Global Campus”--President White told the Board

that the Global Campus must also demonstrate to the Higher Learning Commission that “...academic personnel exercise appropriate oversight of all the organization’s educational offerings...” and said that at the January 15, 2009, meeting of the Board of Trustees, the Board authorized the establishment of the Academic Policy Council (APC) to provide faculty oversight of the Global Campus education programs. He said that the APC currently includes thirteen University of Illinois faculty members and is being led by Professor Elliot Kaufman of the College of Medicine, Chicago. He said that the group recently adopted its constitution, which is modeled after the constitution of the Chicago Senate. The president said that in this item he recommends Board approval of the APC constitution as required by the University of Illinois Statutes.

Mr. Shah stated that the chancellors had sent memoranda to the Board prior to the Board meeting describing the recommendations on the agenda for academic program matters and he asked if the trustees had questions. There were none. Mr. Shah commented on agenda item no. 12, “Establish a Multi-Institutional Doctor of Philosophy in Chemical Engineering with the National University of Singapore, College of Liberal Arts and Sciences, and the Graduate College, Urbana,” and stated that while he supported the involvement of the Urbana campus in this he thought the campus should focus generally on State and local needs and interests.

There were no questions for the chancellors on agenda items concerning academic programs.

Mr. Shah then asked various University officers to present other agenda items as follows:

Agenda item no. 11, “Approve Sabbatical Leaves of Absence, 2009-2010”-

Vice President Rao presented this item and explained that the purpose of sabbatical leaves was to provide faculty members an opportunity to update themselves in their fields of interest and to work on research projects. She said that there were 179 sabbatical leave requests recommended, which is ten percent less than the number approved last year.

Agenda item no. 21, “Approve Student Health Insurance Fees for Urbana, Chicago, and Springfield Campuses, Fiscal Year 2010”--Vice President Knorr reported that this recommendation is based on responses to a request for proposals. He also said that the fees are recommended by the campuses and that consultation with student advisory groups was part of the process. He added that participation by students in the health insurance offering is optional if a student can provide proof of comparable insurance coverage from other sources. He said that for the Urbana campus the carrier for the student health insurance is United Health Care (UHC) by way of a request for proposals issued in 2005. He stated that the UHC Student Resources Program provides basic coverage for undergraduate students and expanded benefits for graduate students. He also stated that following consultation with students, certain additional benefits were added for the current year which necessitated a seven percent increase for both the undergraduate and graduate plans. Mr. Knorr explained that the Chicago campus has a self-funded student health benefit plan, called *Campus Care*. He stated that all medical care is provided by the medical center or by approved regional facilities. He told the Board that by developing and following proven and accepted quality care protocols, *CampusCare* has achieved cost effective outcomes for the Chicago student population

and no increase in premium is requested. Next, Mr. Knorr reported that the Springfield campus has determined that its evolving mix of students requires enhanced coverage to align student health insurance with the Urbana and Chicago student health insurance plans. He said that the enhanced benefits, along with medical cost inflation and high utilization necessitate a 13 percent increase in the premium for the Springfield campus, for a total of \$263 per semester. Dr. Schmidt expressed concern about the provider at Urbana, United Health Care, and requested a review based on criticism he was aware of regarding this organization's record as a payor.

Agenda item no. 22, "Approve Increase in Transportation Fee, Chicago"--Mr. Knorr stated that this relates to the Chicago campus' arrangement with the Chicago Transit Agency (CTA) and an increase in the charge for a pass that students purchase annually to use the CTA.

Agenda item no. 23, "Revise University Policy, Family and Medical Leave"--Mr. Knorr told the Board that this recommendation is necessary due to a change in federal law.

Agenda item no. 24, "Approve Energy Cost Management Policy (To Replace Natural Gas Cost Management Policy)"--Mr. Knorr introduced Mr. Larry Altenbaumer, a consultant and retired executive of Illinois Power, to speak to this recommendation (materials on file with the secretary). Mr. Altenbaumer said that this recommendation provides for a rolling 36-month period for purchasing natural gas based on the assumption that volatility in pricing of natural gas will continue. He also stressed that this presumes use of natural gas, electricity, and coal, as warranted. Mr. Knorr said

that this agenda item requests approval to expand the natural gas policy to make it an energy policy in order to include purchase of electricity and coal on a three-year rolling average.

Agenda item no. 25, “Approve Plan for Federal Trade Commission “Red Flag Rules” Identity Theft Prevention Program”--Mr. Knorr said that this recommendation follows FTC rules to detect and stop identity theft. He said that this item presents a plan to identify all University units that have access to personal identity data in order to help detect and prevent theft of identity information. He said that it provides for establishment of a red flag steering committee by March 2010 and that the responsibility for the committee and the program rests with the comptroller. He said that a report was due on these matters in March 2010.

Mr. Shah then asked Mr. Bass to present the agenda items dealing with capital projects in groups referring to the type of project each was. The groups were: deferred maintenance projects, life safety projects, and other capital projects. Mr. Shah told the Board that he, as chair of the Buildings and Grounds Committee, and the vice chairs, Dr. Carroll and Mr. Vickrey, had reviewed all of these items prior to the Board meeting and they supported all of the items.

The first group of agenda items to be presented were deferred maintenance projects and included the following items. Any questions or comments are noted.

Agenda item no. 26, “Approve Project for First Floor South Remodeling, Richard J. Daley Library, Chicago”

Agenda item no. 27, “Award Contract for Slate Roof Replacement, Horticulture Field Lab, Urbana”

Agenda item no. 30, “Award Contract for Waterproofing, Education, Performing Arts, and Social Work Plaza, Chicago”

Agenda item no. 31, “Award Contract for Roof and Plaza Paver Replacement, Behavioral Sciences Building, Chicago”

Agenda item no. 32, “Award Contract for West Campus Tunnel Renovation, Chicago”

Agenda item no. 33, “Increase Project Budget and Amend Professional Services Agreement, Phase 1, Limited Remodeling, Scott, Snyder, and Weston Halls, Urbana”-- Mr. Shah expressed concern about the fee for this item, stating that it was excessive.

The next item presented dealt with life safety concerns.

Agenda item no. 29, “Award Contract for Life Safety and Finish Upgrades, Phase II, Pennsylvania Avenue Residence Hall, Urbana”

Other capital projects that Mr. Bass presented included:

Agenda item no. 28, “Award Contracts for Oak Street Chiller Plant and Distribution System Expansion, Urbana”

Agenda item no. 34, “Amend Architect/Engineer Professional Services Agreement, Master Design Study, University of Illinois Medical Center, Chicago”--Mr. Shah commended Mr. Bass for his work with Mr. DeNardo and his staff in renegotiating the contract with the contractor for the master plan for the University Hospital. Mr. DeNardo stated that the funding for the master plan would come from hospital operations.

The following items concerned leases:

Agenda item no. 36, “Authorize Lease of Space for Division of Specialized Care for Children, 7013 North Stallworth, Peoria”

Agenda item no. 37, “Authorize Ground Lease to City of Rockford for Groundwater Well Site”--Mr. Bass stated that this is a recommendation for an intergovernmental agreement with the City of Rockford for construction of a water well on a long-term lease of 50 years with an option to renew for one 25-year period. He said it concerns 635 square feet, all underground, thus there would be no disfigurement to the campus. He said that the lease price is supported by an appraisal.

Agenda item no. 38, “Delegate Authority to Execute Annexation Agreement at the University of Illinois with the City of Champaign”--Mr. Bass indicated that this involves including the Ashton Woods apartment complex within the City of Champaign which is important to the Urbana campus, particularly for the east side of the research park because the city would then provide maintenance of streets from Windsor Road to Kirby Avenue and develop other streets in the research park. Mr. Bruce asked Dr. Schmidt if the research park board had questions about this item. Dr. Schmidt did not report any.

Mr. Montgomery asked Mr. Bass if there were any minority contractors for any of the capital projects. Mr. Bass responded that there were no minority contractors among the prime contractors.

Agenda item no. 39, “Purchase Recommendations”--Dr. Heather J. Haberaecker, executive assistant vice president for business and finance, presented the recommendations for purchases and said that the chair and vice chairs of the Building and Grounds Committee had reviewed and endorsed these. There were no questions.

Discussion of Agenda Item Nos. 2 and 3

Returning to agenda item nos. 2 and 3, the recommendations concerning the Global Campus, Dr. Schmidt said that he and Dr. Carroll, chair and vice chair respectively of the

Academic Affairs Committee, have heard conflicting reports concerning the desire of the faculty members to proceed with the Global Campus as a separate, accredited entity.

Mr. Bruce then asked what the faculty members recommended. Dr. Schmidt said that both the Urbana and Springfield Senate members dissented on support for the Global Campus as a separately accredited entity. Mr. Dorris then suggested that the process for accreditation be stopped. Mr. Bruce suggested tabling items 2 and 3 for the present.

Professor Elliot Kaufman, chair of the University Senates Conference, spoke and stated that the Academic Policy Council for the Global Campus was appointed by all three campuses and the University Senates Conference, and the Academic Policy Council thought it had accommodated the individual campus senates' desire for representation by having the president appoint the members of the Academic Policy Council. He said that the language at this time says that the president may appoint members of the campus senates. He also stated that the current members of the Academic Policy Council are motivated to work for accreditation of the Global Campus. He said that he thought it a good idea to avoid requiring members from other senates to serve on the Academic Policy Council.

Dr. Carroll said she wanted to clarify that item no. 2 is not a problem and that it is item no. 3 that has generated questions.

Professor Kaufman told the Board that the Global Campus is not a threat to extant online courses on the campuses and that there is ample demand for the current courses and Global Campus programs. Mr. Shah said that that was a concern he had considered. Professor Kaufman stated that the goal of the Global Campus is to serve

students who cannot come to a campus to attend courses, that there are many more of these students than those who are currently enrolled in online courses on the campuses, and that the Global Campus programs will probably not be in competition with on-campus programs.

Mr. Dorris said he was confused about facts. He said that he saw two issues: one is faculty dissatisfaction that needs to be resolved and the other is the economics of the Global Campus. He asked Dr. Schmidt to request a report on the economics of the Global Campus. He then suggested tabling item nos. 2 and 3 for the present.

Mr. Bruce stated that the Board had not yet heard from Professor Burbules, chair of the Senate Executive Committee at Urbana, and he asked Professor Burbules to speak. Professor Burbules said that the composition of the Academic Policy Council was a concern to him and that in his view, the problem is that the Academic Policy Council is not assured an outside opinion. He said he favors having three independent people on the Academic Policy Council to provide a range of views. He indicated that President White had proposed this. He also said that the faculty members at Urbana value the mission of the Global Campus; however, faculty members at Urbana do not think that the mission requires creation of the Global Campus. He said he fears that the Global Campus would be a threat to extant campus courses and programs. He also said that the main initiative for such programs should come from the campuses.

Mr. McFarland stated that the students at Springfield are upset about the amount of money being spent on the Global Campus and they are concerned about the threat of the Global Campus to online programs and courses at the Springfield campus.

Mr. Montgomery spoke and said that he was present from the inception of this project and thought that accomplishing the goals of the Global Campus were problematic because of a lack of cooperation from the faculty members. He said that he can understand unhappiness with the Board's decision to pursue accreditation of the Global Campus, but if the project was deemed worthy he thought change in past practices might be a good thing.

Mr. Dorris then said that disagreement on the Global Campus was a concern and the funding of the Global Campus was definitely an issue. He stated that the Board must decide if the University can afford this project.

Dr. Schmidt asked President White to explain the ramifications of not approving items 2 and 3 on the agenda today. President White asked Dr. Gardner to speak to that query. Dr. Gardner said it would delay the launch of four new degree programs in the Global Campus.

Dr. Gardner also stated that he took exception to an assertion by some that every goal set for the Global Campus has been missed. He said that the Global Campus has not been able to launch highly affordable degree completion programs due to the fact that degree completion courses have not been forthcoming from the campuses. He urged the Board move forward with the development of the Global Campus and permit the four new degree programs to begin in September 2009, which would probably increase the

enrollment to approximately 700 students. He said it was financially prudent to move forward and add to the 362 students currently enrolled in the Global Campus. He reminded the Board that the Global Campus had actually been in business for just 14 months.

Mr. Shah asked for an explanation of what the most effective way was to reach the objective of the Global Campus. President White said that the administration owes the Board a report and that he will begin work on that with the University Senates Conference and Professor Burbules immediately. He asked if he was correct in assuming that the Board had no problem with item no. 2.

Professor Burbules then assured the Board that he had no disagreement with the mission of the Global Campus.

Mr. Eppley asked if it was necessary to table the items and also asked if item no. 3 were deferred what impact that would have on revenue to Global Campus in the near future. He suggested that if both items were approved today would that permit courses and programs to be offered in September and also allow discussion to continue. He asked if item no. 3 should be amended per earlier discussion about representation on the Academic Policy Council.

Mr. Vickrey observed that the process to seek accreditation takes two years and that the process could stop at any time.

Mr. Shah invited Chancellor Ringeisen to comment on the subject of the Global Campus and accreditation. Chancellor Ringeisen said he was proud of the online courses at the Springfield campus and said that they are very different from what the

Global Campus is about. He stated that the model employed for offering online courses at Springfield does not scale up and that in order to offer such courses to large numbers of students as is envisioned in the Global Campus, the Springfield campus would need 200 to 300 more faculty members and have few students on campus. He said that the online courses at Springfield are not money makers, and cited the Bachelor of Arts degree in philosophy. He said that the programs at Springfield do not yet compete with the Global Campus and he has been assured that if there is any competition the Springfield campus would be made whole. He concluded his remarks with the comment that he would not want the online courses at Springfield absorbed into the Global Campus.

Mr. Shah stated that the questions raised today are serious and that a decision the Board may make today will have effects well into the future.

President White attempted to summarize the discussion and said that he heard no differences with the content of item no. 2. For item no. 3, he thought he heard that with a small change that states the president will appoint three members to the Academic Policy Council in consultation with the senates that this would be acceptable.

The Board members expressed no disagreement with these statements.

Vote on Agenda Item Nos. 2 and 3

Mr. Shah called for a motion to approve agenda item no. 2 and item no. 3, as revised.

The items follow.

Approve Duties, Appointment, and Evaluation of the
Chief Executive of the Global Campus

(2) At its March 13, 2007, meeting, the Board of Trustees authorized the establishment of the Global Campus as a unit organized at the University level to be led by a Chief Executive, who reports to the President. It is recommended that the duties of the Chief Executive be defined explicitly as follow.

The Chief Executive, under the direction of the President, shall serve as the Chief Executive officer of the Global Campus. The Chief Executive shall perform such duties as may be delegated and assigned by the President and as may be consistent with the *Statutes* of the University, *The General Rules*, and actions of the Board of Trustees. Submitted with this item is the current position description for the Chief Executive that has been approved by the President. (A copy is filed with the secretary of the Board.)

It is also recommended that the following procedures be adopted for appointing and evaluating the Chief Executive of the Global Campus.

The Chief Executive shall be appointed annually by the Board of Trustees, on the recommendation of the President. The President shall be responsible for evaluating the performance of the Chief Executive. On the occasion of the appointment of a new Chief Executive, the President shall have the advice of a committee selected by the Academic Policy Council of the Global Campus.

It is further recommended that Professor Chester S. Gardner, Special Assistant to the President (for Global Campus), who has been serving in the role since the

Global Campus was established, shall continue to serve as Chief Executive. There will be no changes in Professor Gardner's salary, other appointments, or tenure rights.

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 Dr. Schmidt, seconded by Dr. Carroll, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Approve the Constitution for the Academic Policy Council of the
University of Illinois Global Campus

(3) At its January 15, 2009, meeting, the Board of Trustees authorized the creation of the Academic Policy Council of the University of Illinois Global Campus to provide faculty oversight of Global Campus education programs and to exercise legislative functions in matters of educational policy affecting the Global Campus. The Board of Trustees also stipulated that the structure of the Academic Policy Council, including its composition, shall be provided for in a constitution that shall be formulated based on the principles listed in Article II., Section 1 of the University of Illinois *Statutes*.

At its February 24, 2009, meeting, the Academic Policy Council adopted the Constitution of the Academic Policy Council of the University of Illinois Global Campus, which is submitted for approval with this item (copy filed with the secretary of the Board). The Constitution describes the membership, officers, committees, and bylaws that govern the functioning of the Academic Policy Council. It is modeled on the Constitution of the Senate of the University of Illinois at Chicago. Modifications were made to meet the needs of the Global Campus, while maintaining the usual structures and procedures of academic governance as stipulated in the University of Illinois *Statutes*.

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 Dr. Schmidt, seconded by Dr. Carroll, the Constitution as revised was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

AGENDA

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

By consensus, the Board agreed that one vote would be taken and considered the vote on each agenda item nos. 4 through 25 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Approve Minutes of Board of Trustees Meeting

(4) The Secretary presents for approval the minutes of the Board of Trustees annual meeting of January 17, 2008.

On motion of Mr. Eppley, seconded by Dr. Carroll, these minutes were approved.

Award the Board of Trustees' Distinguished Service Medallion to Anthony J. Leggett

(5) Sir Anthony J. Leggett is recommended for the Trustees' Distinguished Service Medallion. The Trustees' Distinguished Service Medallion was created to recognize individuals whose contribution to the growth and development of the University of Illinois, through extraordinary service or benefaction, has been of unusual significance.

A world leader in the theory of low-temperature physics, Sir Anthony Leggett, the John D. and Catherine T. MacArthur Professor and Center for Advanced Study Professor of Physics, has been a faculty member at the University of Illinois since 1983. Professor Leggett's groundbreaking theoretical work has helped provide a better

understanding of both high-temperature superconductivity and low-temperature superfluidity. His areas of research also have included foundations of quantum mechanics and the thermal and acoustic properties of glass.

Professor Leggett was awarded the 2003 Nobel Prize in Physics, shared with Alexei Abrikosov of Argonne National Laboratory, and Vitaly Ginzburg of the P.N. Lebedev Physical Institute in Moscow. The prize was for studies in quantum physics in superconductivity and superfluidity. Professor Leggett developed a theory of the behavior of atoms in a superfluid state. This has been applied to studies of the universe and other physical phenomena, and has advanced the field of quantum information. While this is the first time he has won the prize, his work was also honored in the announcement of the 1996 Nobel Prize in Physics for assisting the winners in their discovery that a rare isotope of helium became a superfluid at a temperature 1,000 times lower than the helium commonly found in nature.

Professor Leggett's work has had significant influence on quantum mechanics and the understanding of the behavior of subatomic structures. It also helps explain the interface between quantum mechanics and the world in which we live. He demonstrated that helium chilled to near zero flows through microscopic spaces with no friction, a state of superfluidity. The Swedish Academy stated that researchers could use superfluid helium to study how order turns to chaos, which might in turn explain how turbulence arises--an unsolved problem in classical physics.

Among his many other accomplishments and awards, Professor Leggett is a member of the National Academy of Sciences, the American Philosophical Society, the

American Academy of Arts and Sciences, the Russian Academy of Sciences (foreign member), and is a Fellow of the Royal Society (U.K.), the American Physical Society, and the American Institute of Physics. He is an Honorary Fellow of the Institute of Physics (U.K.). He was knighted (KBE) by Queen Elizabeth II in 2004 “for services to physics.”

To Anthony J. Leggett, an extraordinary member of the University of Illinois family, the members of the Board of Trustees take pride and express great joy in presenting the Trustees’ Distinguished Service Medallion.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Award the Board of Trustees’ Distinguished Service Medallion to Carl R. Woese

(6) Dr. Carl R. Woese is recommended for the Trustees’ Distinguished Service Medallion. The Trustees’ Distinguished Service Medallion was created to recognize individuals whose contribution to the growth and development of the University of Illinois, through extraordinary service or benefaction, has been of unusual significance.

Stanley O. Ikenberry Professor Carl Woese, Center for Advanced Study Professor of Microbiology, joined the faculty of the University of Illinois in 1964. Professor Woese describes himself as a molecular biologist turned evolutionist. During his time at Illinois he has received numerous accolades for his research, including the 2003 Crafoord Prize in Biosciences given by the Royal Swedish Academy of Sciences, the National Medal of Science in 2000, the Leeuwenhoek Medal by the Dutch Royal

Academy of Science in 1992, and the John D. and Catherine T. MacArthur Award in 1984. He is a member of the National Academy of Sciences, the American Academy of Arts and Sciences, and the American Philosophical Society. In 2006, he was elected as a Foreign Associate of the Royal Society.

Professor Woese received the Crafoord prize for the discovery, reported by a team led by him in 1977, of a third domain of life, now known as the Archaea. This work, a milestone in Professor Woese's long-standing program to map out evolutionary history, disproved the accepted biological theory that all life on Earth belonged to one of two primary lineages. The method used to identify this "third form of life" involved comparing the genetic sequences of a particular molecule central to cellular function, known as ribosomal RNA. Professor Woese's approach has become the standard one used to identify and classify all living organisms. His scholarship and his research methods have revolutionized scientific views on evolutionary history, led to profound advances in our ecological understanding of the Earth's biosphere, and have transformed microbiology.

To Carl R. Woese, an extraordinary member of the University of Illinois family, the members of the Board of Trustees take pride and express great joy in presenting the Trustees' Distinguished Service Medallion.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Award the Board of Trustees' Distinguished Service Medallion to
Paul C. Lauterbur, in Memoriam

(7) The late Dr. Paul C. Lauterbur is recommended for the Trustees' Distinguished Service Medallion. The Trustees' Distinguished Service Medallion was created to recognize individuals whose contribution to the growth and development of the University of Illinois, through extraordinary service or benefaction, has been of unusual significance.

Professor Lauterbur joined the faculty of the University of Illinois in 1985. At the time of his death in March 2007, he was a Center for Advanced Study Professor of Chemistry, Biophysics and Computational Biology and Bioengineering, as well as the Distinguished University Professor of Medical Information Sciences. He was a pioneer in the development of magnetic resonance imaging (MRI). Professor Lauterbur received the 2003 Nobel Prize for Physiology or Medicine for his pioneering work in MRI, a prize he shared with Sir Peter Mansfield of the University of Nottingham in England.

By developing the use of nuclear magnetic resonance to create images of organs, joints, and other tissues in the human body, Professor Lauterbur established the MRI as perhaps the most significant medical diagnostic discovery of the 20th century, a discovery which has led to the saving of millions of lives. MRIs are not only effective, but they are also painless and have minimal side effects.

Among his many other awards are the National Academy of Sciences Award for Chemistry in Service to Society in 2001; the Kyoto Prize from the Inamori Foundation of Japan in recognition of his lifelong research accomplishments in advanced

technology in 1994; the Order of Lincoln Medallion, the State of Illinois' highest award in 1992; the Franklin Institute of Philadelphia's Bower Award for Achievement in Science in 1990; the National Medal of Technology in 1988; the National Medal of Science in 1987; and the Albert Lasker Clinical Research Award in 1984. He was a member of the National Inventors Hall of Fame, the National Academy of Sciences, and a Fellow of the American Association for the Advancement of Science and the American Physical Society.

Professor Lauterbur's life and work exemplify the ideals of the University of Illinois--creativity, passion, tenacity, and, most importantly, commitment to mankind. Every time an MRI saves a life, Professor Lauterbur's influence lives on. He is sorely missed. He will always be remembered as a great scientist, a loyal colleague, and an exemplary human being.

To Paul C. Lauterbur, an extraordinary member of the University of Illinois family, the members of the Board of Trustees take pride and express great joy in presenting the Trustees' Distinguished Service Medallion.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

University of Illinois Board of Trustees
Schedule of Meetings
2009-2010

| <u>Date</u> | <u>Location</u> |
|--|-----------------|
| 2009 | |
| Thursday, September 10 | Urbana* |
| Thursday, November 12 | Springfield* |
| 2010 | |
| Thursday, January 21 | Chicago** |
| Wednesday, March 31 10 | Urbana* |
| Thursday, May 20 | Chicago** |
| Wednesday/Thursday, July 21-22 (Board Retreat and Meeting) | Chicago** |

*Meetings begin at 9:00 a.m.

**Meetings begin at 10:00 a.m.

On motion of Mr. Eppley, seconded by Dr. Carroll, this schedule was approved.

Reappoint Members to the Advisory Board,
Division of Specialized Care for Children (DSCC) in Springfield, Chicago

(9) The Division of Specialized Care for Children (DSCC) is the Illinois Title V agency that provides care coordination for families and children with special health care needs and financial assistance for those who meet financial and medical eligibility requirements.

In 1957, the Illinois General Assembly created an advisory board for the DSCC to advise the administrators of the University of Illinois regarding DSCC. The Board of Trustees is charged with appointing members to this advisory board.

The Chancellor at Chicago recommends the following reappointments to the DSCC Advisory Board for the term July 1, 2009, through June 30, 2012:

William H. Chamberlin Jr., M.D., FACP, Chief Medical Officer and Staff Physician, University of Illinois Health Systems; Associate Dean for Clinical Affairs and Associate Professor of Medicine and Anesthesia, College of Medicine, University of Illinois at Chicago; Member, American Board of Internal Medicine; Member, American College of Physicians; Member, American Medical Association; Member, Illinois State Medical Society; Member, Health Care Compliance Association

Mary Lou England, BSN, M.S., Former Executive Director of Kane County Health Department; Member, President Northern Illinois Public Health Consortium 2002; Member, Advisory Council to Illinois Department on Aging Community Care Committee; Member, Illinois Association of Public Health Administration Legislative Committee; Member, Illinois Department of Public Health Financial Advisory Committee and Preventive Health Task Force; Member, Healthy Families Governor's Task Force and Work Group; Member, Women's Health Issues Governor's Task Force

Colleen Elizabeth Harper, Manager of Developmental and Rehabilitative Services; La Rabida Children's Hospital and Research Center; Chief of Physical Therapy, La Rabida Children's Hospital and Research Center; Member, Chartered Society of Physiotherapists; Member, Chicagoland PT Directors Forum; Member, Physical Therapy Association

Shubhra Mukherjee, M.D., Attending Physician, Pediatric Rehabilitation, Rehabilitation Institute of Chicago; Active Staff/Courtesy, Physical Medicine and Rehabilitation, Children's Memorial Hospital, Chicago; Instructor, Physical Medicine and Rehabilitation, Feinberg School of Medicine, Northwestern University, Chicago

Myrtis Sullivan, M.D., MPH, FAAP, Associate Director, Office of Family Health-- Illinois Department of Human Services; Assistant Professor, Division of Community Health Sciences, Maternal and Child Health, School of Public Health, University of Illinois at Chicago; Associate Director and Director of Research, Great Lakes Children's Environmental Health Center/Pediatric Environmental Health Center, John H. Stroger, Jr. Hospital of Cook County, Chicago; Voluntary Attending Physician, Department of Ambulatory Pediatrics, John H. Stroger, Jr. Hospital of Cook County, Chicago

Nancy M. Young, M.D., Head, Section of Otolaryngology and Neurotology, Division of Pediatric Otolaryngology, Children's Memorial Hospital, Chicago; Medical Director, Department of Audiology, Division of Pediatric Otolaryngology, Children's Memorial Hospital, Chicago; Medical Director, Listening and Language Center, Division of Pediatric Otolaryngology, Children's Memorial Hospital, Chicago; Assistant Professor, Department of Otolaryngology, Feinberg School of Medicine, Northwestern University, Chicago

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 Mr. Eppley, seconded by Dr. Carroll, these appointments were approved.

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

Appointments To The Faculty

(10) 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 are presented for approval by 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.

Urbana-Champaign

* **Alistair Matthew Black**, Professor, Graduate School of Library and Information Science, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$120,000, beginning January 16, 2009.

Denice Ward Hood, Assistant Professor of Educational Policy Studies, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$65,000, beginning January 1, 2009.

Marian Huhman, Assistant Professor of Communication, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$66,000, beginning January 1, 2009.

Jinming Zhang, Associate Professor of Educational Psychology, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$80,000, beginning January 16, 2009; and continuing as Q probationary faculty, on an academic year service basis, on 100 percent time, at an annual salary of \$80,000, for four years beginning August 16, 2009.

Emeriti Appointments

M. Joan Dawson, Associate Professor Emerita of Molecular and Integrative Physiology, Basic Sciences, College of Medicine at Urbana-Champaign, January 1, 2009

Chicago

Natasha Devroye, Assistant Professor of Electrical and Computer Engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$85,000, beginning January 1, 2009.

Jakob L. Eriksson, Assistant Professor of Computer Science, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$85,000, beginning January 1, 2009.

* **Subhash C. Kukreja**, Professor of Medicine, College of Medicine at Chicago, on indefinite tenure, on a twelve-month service basis, on 50 percent time, at an annual salary of \$90,800, beginning November 17, 2008. Dr. Kukreja will continue to serve as

Physician Surgeon in Medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 24 percent time, at an annual salary of \$41,200, effective August 16, 2008; and Physician Surgeon, University of Illinois Hospital and Clinics, non-tenured, on a twelve-month service basis, on 26 percent time, at an annual salary of \$44,000, effective August 16, 2008, for a total salary of \$176,000.

Sean Lally, Assistant Professor, School of Architecture, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$63,000, beginning January 1, 2009.

Todd A. Lee, Associate Professor of Pharmacy Practice, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$72,000, beginning January 1, 2009, and continuing as Q probationary faculty, on a twelve-month service basis, on 51 percent time, at an annual salary of \$72,000, for three years beginning August 16, 2009. Dr. Lee was appointed to the rank of Associate Professor of Pharmacy Administration, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, beginning January 1, 2009; and Assistant Director, Center for Pharmacoeconomics Research, College of Pharmacy, non-tenured, on a twelve-month service basis, with an administrative increment of \$4,000, beginning January 1, 2009, for a total salary of \$76,000.

Alexander Lehnerer, Assistant Professor, School of Architecture, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$64,000, beginning January 1, 2009.

Jaleh Malakooti, Assistant Professor of Medicine, College of Medicine at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$53,040, beginning October 16, 2008; and Research Scientist in Medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 49 percent time, at an annual salary of \$50,960, beginning October 16, 2008, for a total salary of \$104,000.

Dan Valentin Mihailescu, Assistant Professor of Medicine, College of Medicine at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$75,072, beginning January 5, 2009; and Physician Surgeon, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 49 percent time, at an annual salary of \$72,128, beginning January 5, 2009, for a total salary of \$147,200.

Mary C. Murphy, Assistant Professor of Psychology, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$71,000, beginning January 1, 2009.

Ursula A. Perez-Salas, Assistant Professor of Physics, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$76,250, beginning January 1, 2009.

Emeriti Appointments

Eric A. Gislason, Professor Emeritus of Chemistry, February 1, 2009

Administrative/Professional Staff

Richard A. Alpern, Associate Dean for Budget and Finance, College of Liberal Arts and Sciences, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$140,000, beginning March 16, 2009.

Vickie L. Anders, Director of Operations, University Office of Workers' Compensation and Claims Management, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$115,000, beginning March 16, 2009. Ms. Anders was appointed to serve as Interim Director of Operations under the same conditions and salary arrangement beginning March 2, 2009.

Michael B. Bragg, Executive Associate Dean for Academic Affairs, College of Engineering, Urbana-Champaign, non-tenured, on an academic year service basis, on 100 percent time, at an annual salary of \$191,970, beginning March 16, 2009. Dr. Bragg was appointed to serve as Interim Executive Associate Dean for Academic Affairs under the same conditions and salary arrangement beginning January 16, 2009. He will receive an amount equal to two-ninths of his total academic year salary for two months' administrative service during each summer of his appointment as Executive Associate Dean for Academic Affairs (\$42,660 for Summer 2009). Dr. Bragg will continue to hold the rank of Professor of Aerospace Engineering, College of Engineering, on indefinite tenure, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2008; and Research Professor, Information Trust Institute, College of Engineering, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2008, for a total salary of \$234,630. This appointment is made without any increase in salary.

Fred Coleman, III, Director of Diversity and Redevelopment, Capital Programs and Real Estate Services, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$115,569, beginning March 16, 2009. Mr. Coleman was appointed to serve as Interim Director of Diversity and Redevelopment under the same conditions and salary arrangement beginning January 28, 2009.

Samuel Dudley, Co-Director, Center for Cardiovascular Research, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative

increment of \$30,000, beginning March 16, 2009; Section Chief of Cardiology, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$85,000, beginning March 16, 2009; Professor of Medicine, College of Medicine at Chicago, on indefinite tenure, on a twelve-month service basis, on 25 percent time, at an annual salary of \$85,000, beginning March 16, 2009; and Professor of Physiology and Biophysics, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, beginning March 16, 2009. Dr. Dudley will continue to serve as Physician Surgeon in Medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 22 percent time, at an annual salary of \$21,250, effective August 16, 2008; and Physician Surgeon in Medicine, University of Illinois Hospital and Clinics, non-tenured, on a twelve-month service basis, on 35 percent time, at an annual salary of \$77,200, effective August 16, 2008, for a total salary of \$298,450. Dr. Dudley's remaining 18% appointment is with the Jessie Brown Veteran's Administration Medical Center.

Gregory G. Freund, Director, Translational Research Resource Center, Roy J. Carver Biotechnology Center, Office of the Vice Chancellor for Research, Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$12,000, beginning March 16, 2009. Dr. Freund was appointed to serve as Interim Director, Translational Research Resource Center, under the same conditions and salary arrangement beginning December 16, 2008. He will continue to hold the rank of Professor of Pathology, College of Medicine at Urbana-Champaign, on indefinite tenure, on a twelve-month service basis, on 100 percent time, at an annual salary of \$153,449, effective August 16, 2008; Physician Surgeon, College of Medicine at Urbana-Champaign, non-tenured, on a twelve-month service basis, with an increment of \$80,331, effective August 16, 2008; Head of the Department of Pathology, College of Medicine at Urbana-Champaign, non-tenured, on a twelve-month service basis, with an administrative increment of \$5,000, effective August 16, 2008; 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, 2008; and Adjunct Professor of Animal 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, 2008, for a total salary of \$250,780.

Peter A. Gashkoff, Administrative Director of Pathology, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$155,000, beginning March 16, 2009. Mr. Gashkoff was appointed to serve as Interim Administrative Director of Pathology, non-tenured, on a twelve-month service basis, with an administrative increment of \$15,357, beginning September 15, 2008.

James R. Hocker, Director of Pediatric Neonatology, Department of Pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, with an administrative increment of \$40,000, beginning March 16, 2009. Dr. Hocker was appointed to serve as Visiting Director of Pediatric Neonatology under the same conditions and salary arrangement beginning April 1, 2008. He will continue to hold the rank of Assistant Professor of Clinical Pediatrics, Department of Pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$150,000, effective August 16, 2008; and Physician Surgeon in Pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$150,000, effective August 16, 2008, for a total salary of \$340,000.

Janet Jones, Associate Director, Service Center, Campus Information Technologies and Educational Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning March 16, 2009. Ms. Jones was appointed to serve as Interim Associate Director, Service Center, under the same conditions and salary arrangement beginning January 16, 2009.

* **Anand Kumar**, Head of the Department of Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$50,000, beginning March 16, 2009; Chief of Service, University of Illinois Hospital and Clinics, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$25,000, beginning March 16, 2009; Director of the Psychiatric Institute, Department of Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, beginning March 16, 2009; and Professor of Psychiatry, College of Medicine at Chicago, on indefinite tenure, on a twelve-month service basis, on 66 percent time, at an annual salary of \$195,000, beginning March 16, 2009. He was appointed to serve as Interim Head, Visiting Chief of Service, Visiting Director, and Visiting Professor under the same conditions and salary arrangement beginning January 1, 2009. Dr. Kumar will continue to serve as Physician Surgeon in Psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 34 percent time, at an annual salary of \$115,000, effective January 1, 2009, for a total salary of \$385,000.

Julian Jwchun Lin, Director of the Residency Program, Department of Neurosurgery, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, with an administrative increment of \$48,252, beginning March 16, 2009. Dr. Lin was appointed to serve as Visiting Director of the Residency Program under the same conditions and salary arrangement beginning August 16, 2008. He will continue to hold the rank of Assistant Professor of Clinical Neurosurgery, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 60 percent time, at an annual salary of \$76,875, effective August 16, 2008, for a total salary of \$125,127.

Paul B. Lucas, Associate Director, Process Improvement, Campus Information Technologies and Educational Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$100,000, beginning March 16, 2009. Mr. Lucas was appointed to serve as Interim Associate Director, Process Improvement, under the same conditions and salary arrangement beginning January 16, 2009.

David D. Meyer, Associate Dean for Academic Affairs, College of Law, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$20,000, beginning March 16, 2009. Dr. Meyer was appointed to serve as Interim Associate Dean for Academic Affairs under the same conditions and salary arrangement beginning February 16, 2009. He will receive an amount equal to two-ninths of his total academic year salary for two months' administrative service during each summer of his appointment as Associate Dean for Academic Affairs (\$41,416 for Summer 2009). Mr. Meyer will continue to hold the rank of Professor, College of Law, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$166,373, effective August 16, 2008, for a total salary of \$227,789.

Christina B. Nulty, Program Director in Combined Medicine/Pediatrics Residency, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$87,594, beginning March 16, 2009. Dr. Nulty was appointed to serve as Visiting Program Director under the same conditions and salary arrangement beginning August 16, 2008. Dr. Nulty will continue to hold the rank of Assistant Professor of Clinical Medicine, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 20 percent time, at an annual salary of \$35,038, effective August 16, 2008; and Physician Surgeon in Medicine/Pediatrics, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 30 percent time, at an annual salary of \$52,557, effective August 16, 2008, for a total salary of \$175,189.

Scott Pickard, Associate Director, Information Trust Institute, College of Engineering, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$133,094, beginning March 16, 2009. Mr. Pickard was appointed to serve as Interim Associate Director, Information Trust Institute, under the same conditions and salary arrangement beginning January 30, 2009.

Donna G. Del Principe, 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 \$93,285, beginning March 16, 2009.

Maribel Reyes De Lobos, Director of the McCormick Dental Clinic, Department of Pediatric Dentistry, College of Dentistry, Chicago, non-tenured, on a twelve-month service basis, with an administrative increment of \$15,000, beginning March 16, 2009. Dr. Reyes De Lobos was appointed to serve as Visiting Director of the McCormick

Dental Clinic under the same conditions and salary arrangement beginning July 14, 2008. She will continue to hold the rank of Clinical Assistant Professor of Pediatric Dentistry, College of Dentistry, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$93,000, effective August 16, 2008, for a total salary of \$108,000.

Elizabeth Ann Scheid, Associate Director, Network Facility, Campus Information Technologies and Educational Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$130,000, beginning March 16, 2009. Ms. Scheid was appointed to serve as Interim Associate Director, Network Facility, under the same conditions and salary arrangement beginning January 1, 2009.

David H. Tewksbury, Associate Head of Communication, College of Liberal Arts and Sciences, Urbana-Champaign, non-tenured, on an academic year service basis, with an administrative increment of \$5,000, beginning March 16, 2009. Dr. Tewksbury was appointed to serve as Interim Associate Head of Communication under the same conditions and salary arrangement beginning January 1, 2009. He will continue to hold the rank of Associate Professor of Communication, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$84,953, effective August 16, 2008; Director of Graduate Studies, Department of Communication, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, with an administrative increment of \$3,000, effective August 16, 2008; and Associate Professor of Political Science, College of Liberal Arts and Sciences, non-tenured, on an academic year service basis, on zero percent time, non-salaried, for a total salary of \$92,953.

Richard Alan Vogen, Director of Planning and Resource Development, 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 \$131,230, beginning March 16, 2009. This appointment is made without any increase in salary.

Bruce A. Vojak, Associate Dean for Administration, College of Engineering, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$191,860, beginning March 16, 2009. Dr. Vojak was appointed to serve as Interim Associate Dean for Administration under the same conditions and salary arrangement beginning January 16, 2009. He will continue to hold the rank of Adjunct Professor of Electrical and Computer Engineering, College of Engineering, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective August 16, 2008; and Adjunct Professor of Industrial and Enterprise Systems Engineering, College of Engineering, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective August 16, 2008, for a total salary of \$191,860. This appointment is made without any increase in salary.

Zheng Zhang, Associate Director, Administration and Planning, Campus Information Technologies and Educational Services, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$95,000, beginning March 16, 2009. Ms. Zhang was appointed to serve as Interim Associate Director, Administration and Planning, under the same conditions and salary arrangement beginning January 16, 2009.

Intercollegiate Athletic Staff

Joseph J. Gilbert, Assistant Varsity Coach, Football, Division of Intercollegiate Athletics, Urbana-Champaign, non-tenured, on a ten months' service paid over twelve months service basis, with a multi-year agreement, on 100 percent time, at an annual salary of \$200,000, beginning March 16, 2009, through January 31, 2010. A performance review will be held in January of each contract year to determine any compensation increases after January 31, 2010. This Agreement shall automatically renew on January 31, 2010 and on January 31 of each year thereafter, for a period of one year, provided that the University reserves the right to issue a one year termination notice and is only obligated to pay salary for one year following notice. Mr. Gilbert has served as Assistant Varsity Coach on an annual (non-multi-year) basis at the same salary since January 16, 2009.

Keith L. Gilmore, Assistant Varsity Coach, Football, Division of Intercollegiate Athletics, Urbana-Champaign, non-tenured, on a ten months' service paid over twelve months service basis, with a multi-year agreement, on 100 percent time, at an annual salary of \$160,000, beginning March 16, 2009, through January 31, 2010. A performance review will be held in January of each contract year to determine any compensation increases after January 31, 2010. This Agreement shall automatically renew on January 31, 2010 and on January 31 of each year thereafter, for a period of one year, provided that the University reserves the right to issue a one year termination notice and is only obligated to pay salary for one year following notice. Mr. Gilmore has served as Assistant Varsity Coach on an annual (non-multi-year) basis at the same salary since January 20, 2009.

Kevin William Norris Hambly, Head Varsity Coach, Women's Volleyball, Division of Intercollegiate Athletics, Urbana-Champaign, on a ten months' service paid over twelve months service basis, with a multi-year agreement, on 100 percent time, at an annual base salary of \$93,000, effective March 16, 2009, through January 31, 2012. In addition, Coach Hambly will receive an increment for television and radio appearances on a ten months' service paid over twelve months service basis, at an annual rate of \$7,000, and an increment for educational, public relations, and promotional activities on a ten months' service paid over twelve months service basis, at an annual rate of \$10,000, for a total annual salary of \$110,000. A performance review will be held in December of each contract year to determine any compensation increases after January 31, 2010.

Michael C. Schultz, Assistant Varsity Coach, Football, Division of Intercollegiate Athletics, Urbana-Champaign, on a ten months' service paid over twelve months service basis, with a multi-year agreement, on 100 percent time, at an annual salary of \$260,000, beginning March 16, 2009, through January 31, 2010. A performance review will be held in January of each contract year to determine any compensation increases after January 31, 2010. This Agreement shall automatically renew on January 31, 2010 and on January 31 of each year thereafter, for a period of one year, provided that the University reserves the right to issue a one year termination notice and is only obligated to pay salary for one year following notice. Mr. Schultz has served as Assistant Varsity Coach on an annual (non-multi-year) basis at the same salary since January 6, 2009.

Addendum

Amendments to Previously Approved Faculty Appointments

Administrative/Professional Staff

Lon Seth Kaufman, Vice Provost for Planning and Programs, Office of the Provost and Vice Chancellor for Academic Affairs, Chicago, non-tenured, on a twelve-month service basis, on 85 percent time, at an annual salary of \$147,050 and an administrative increment of \$16,000, beginning November 17, 2008. Dr. Kaufman was appointed to serve as Interim Vice Provost for Planning and Programs under the same conditions and salary arrangement beginning August 16, 2008. He will continue to hold the rank of Professor of Biological Sciences, College of Liberal Arts and Sciences, on indefinite tenure, on an academic year service basis, on 15 percent time, at an annual salary of \$25,950, effective August 16, 2008; ~~Dean, Honors College, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective August 16, 2008;~~ and Professor of Bioengineering, College of Engineering, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective August 16, 2008, for a total salary of \$189,000.

On motion of Mr. Eppley, seconded by Dr. Carroll, these appointments were approved.

Approve Sabbatical Leaves Of Absence, 2009-2010

(11) The chancellors at the Urbana, Chicago, and Springfield have recommended that the following members of the faculty be given sabbatical leaves of absence in accordance with the provisions of the University of Illinois *Statutes* and on the terms and for the periods indicated.

The programs of research and study for which leaves are requested have been examined on the respective campuses. The vice president for academic affairs has reviewed the applications for the leaves and recommends approval of 116 leaves for Urbana; 51 leaves for Chicago; and 12 leaves for Springfield. (A list of those recommended has been filed with the secretary of the Board for record.)

(For the record and to provide an annual compilation, in 2008-2009, 55 leaves were taken at Chicago; 12 leaves were taken at Springfield; and 132 leaves were taken at Urbana-Champaign.)

On motion of Mr. Eppley, seconded by Dr. Carroll, these leaves were granted as recommended.

Establish a Multi-Institutional Doctor of Philosophy in Chemical Engineering With the National University of Singapore, College of Liberal Arts and Sciences, and the Graduate College, Urbana

(12) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends approval of a proposal from the College of Liberal Arts and Sciences and

the Graduate College to establish a Multi-Institutional Doctor of Philosophy in Chemical Engineering with the National University of Singapore (NUS).

The Department of Chemical and Biological Engineering has operated a cooperatively administered Ph.D. program in Chemical Engineering with the National University of Singapore since 2004 patterned after a highly successful Master's program involving the same parties since 1998. Students completing the current program receive a degree from one institution and a certificate from the other. This proposal seeks to modify that agreement and establish a Ph.D. in Chemical Engineering to be jointly awarded by both the University of Illinois at Urbana-Champaign and the National University of Singapore. Graduates of the proposed program would receive a single diploma with seals from both institutions.

Students in this program must meet all of the requirements in the existing Ph.D. programs at both institutions. Students in the existing and proposed program spend approximately equal proportions of their study at each university, taking courses and/or working on their research. In most cases, it is expected that students will spend about two years at each institution. The project comprising the thesis work of the Ph.D. must be overseen cooperatively by faculty at Urbana and NUS. Students must complete courses that satisfy the total number and distribution requirements of both universities, and selected from a jointly approved list.

The multi-institutional degree will recognize what already exists in practice. The present relationship has evolved and strengthened over time. Each department has evaluated the quality of the education in the partner's institution, gained

their trust, and has benefited from the success of the program and collaboration. This continued collaboration with NUS coincides with Urbana's strategic vision to have a global presence in the Asia-Pacific region. NUS is a leading institution in Asia and the world. This program complements and enhances the University's presence and reputation in Singapore, most recently manifested by the grant agreement with A*STAR for advanced computer research.

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 Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Establish the Bachelor of Science in Management Information Systems, College of Business and Management, Springfield

(13) The Chancellor at Springfield with the advice of the Springfield Senate recommends approval of a proposal from the College of Business and Management to establish the Bachelor of Science in Management Information Systems.

The establishment of the undergraduate major in Management Information Systems (MIS) will provide students with a business and information systems background which can be used to analyze, design, manage, and implement complex information and decision-support systems and communication networks. The MIS major will provide students with a foundation in business and skills in management information systems. The degree will have a business focus with a “systems application set of skills” thereby bridging the gap between technical and business specialists.

The MIS degree program will foster a collaborative learning environment to prepare graduates for positions in the private and public sector capable of successfully responding to the business and organizational environment in a knowledge-based economy. The current global economy relies heavily on global network infrastructure and information processing. The demand for graduates of the program exists locally, nationally, and internationally.

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 Academic Affairs concurs with this recommendation. The University Senate Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Redesignate the Bachelor of Arts in Liberal Arts and Sciences in International Studies,
College of Liberal Arts and Sciences, Urbana

(14) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends approval of a proposal from the College of Liberal Arts and Sciences to redesignate the Bachelor of Arts in Liberal Arts and Sciences (BALAS) in International Studies as the BALAS in Global Studies.

The redesignation from International Studies to Global Studies reflects more accurately the scope and purpose of the proposed revised program of study and distinguishes this program from, as well as complements, those that have an area or regional focus as well as enhancing the College of Liberal Arts and Sciences emphasis on global learning as promoted in the Global Studies Initiative.

The proposed revisions accompanying the redesignation reflect the standard requirements and programmatic structures that have emerged within the field, define specific global learning goals that are targeted and integrated throughout the set of major

requirements, and exceed requirements of most peer programs by offering a research-based capstone experience in which students pursue an independent research project based on their thematic area.

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 Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Redesignate the Master of Science and the Doctor of Philosophy in Veterinary Pathobiology, College of Veterinary Medicine, and the Graduate College, Urbana

(15) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends approval of a proposal from the College of Veterinary Medicine and the Graduate College to redesignate the Master of Science and the Doctor of Philosophy Veterinary Pathobiology as the Master of Science and the Doctor of Philosophy in Pathobiology.

The redesignation of the M.S. and Ph.D. name will parallel them to the name of the department reflecting the research being done by faculty and students. This request follows the proposal to change the department name from Veterinary Pathobiology to Pathobiology, approved on May 19, 2005. The label “Veterinary Pathobiology” no longer accurately describes the research associated with the department, which over the past decade has focused increasingly on topics of immediate relevance to human health. The degree name changes are a better representation of the breadth of the graduate 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 Vice President for Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Redesignate the Master of Science in Physical Therapy,
College of Applied Health Sciences, Chicago

(16) The Chancellor at Chicago with the advice of the Chicago Senate, the Graduate College, and the College of Applied Health Sciences recommends the redesignation of the Master of Science in Physical Therapy as the Master of Science in Rehabilitation Sciences.

The Master of Science program will provide students with state-of-the-art knowledge in research design, measurement techniques, advances in rehabilitation sciences, and critical appraisal of the evidence needed to support contemporary clinical practice. The objectives of the redesignated program are: (1) to prepare highly qualified clinical faculty who could satisfy both institutional and accreditation standards so as to manage the program expansions in physical therapy and other allied health programs; and (2) to prepare graduates interested in pursuing a Ph.D. degree in rehabilitation or related fields.

The new title, *Master of Science in Rehabilitation Sciences*, is in accord with a global trend to label more advanced post-graduate education in physical therapy as an interdisciplinary “rehabilitation science” program rather than “physical therapy,” which evokes the perception of being treatment-based. More important, the degree is aimed at addressing local and national shortages of clinical faculty in allied health professions, and at preparing program graduates for further doctoral level training in rehabilitation sciences.

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 Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Transfer the Horticulture Program from the Department of Natural Resources and Environmental Sciences, College of Agricultural, Consumer and Environmental Sciences, and the Graduate College, Urbana

(17) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends approval of a proposal from the College of Agricultural, Consumer and Environmental Sciences and the Graduate College to transfer the Horticulture Program from the Department of Natural Resources and Environmental Sciences to the Department of Crop Sciences.

The transfer of the Horticulture Program will strengthen and benefit both the Horticulture and Crop Sciences programs, as well as the College of Agricultural, Consumer and Environmental Sciences, and position each unit for sustaining long-term

excellence through the synergy of program development and enhancement in the merged unit.

The synergy will bring visibility of programs in Horticulture and other aspects of plant sciences and related areas to potential undergraduate and graduate students, to the stakeholders of the College, to the peer institutions and their faculty, and to the communities that support the College. A more focused mission of Natural Resources and Environmental Sciences, along with the opportunity to enlist appropriate leadership, will further strengthen the College.

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 Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Eliminate the Master of Comparative Law (M.C.L.) Degree, College of Law, Urbana

(18) The Chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends approval of a proposal from the College of Law to eliminate the Master of Comparative Law (M.C.L.) degree.

The M.C.L. degree has not been awarded by the College of Law since 1994. Currently there are no students enrolled in the program. The College has awarded only the LL.M. and JSD degrees at the graduate level. The elimination of the M.C.L. degree will formalize this action.

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 Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Establish the Child and Family Development Center, College of Education, Chicago

(19) The Chancellor at Chicago with the advice of the Chicago Senate, the Graduate College, and the College of Education recommends the establishment of the Child and Family Development Center (CFDC).

The Chicago campus CFDC is an interdisciplinary public service and research center with a focus on improving developmental outcomes for very young children with identified disabilities. Drawing upon the vast intellectual resources of the Chicago campus and partner organizations in the community, CFDC generates, translates, and applies evidence-based knowledge to ameliorate developmental and performance disparities of very young children with disabilities, and addresses the gap between research and practice. The Center has identified and is committed to the following objectives:

Delivering high quality early intervention services to young children with disabilities and their families;

Building an interdisciplinary science of child health, learning, and behavior;

Advancing the understanding of how to effectively address learning and performance disparities;

Applying research findings to the development of innovative, evidence-based models and practices; and

Preparing aspiring and practicing professionals to make evidence-based decisions that improve services and support to young children with disabilities and their families.

The CFDC fills a critical niche in the Chicago early intervention arena by incorporating evidence-based intervention practices into the services provided to children and families, and specializing in intervention practices for children and families who evidence medically complex or challenging issues.

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 Academic Affairs concurs with this recommendation. The University Senates Conference has indicated that no further Senate jurisdiction is involved.

The President of the University recommends approval. This action is subject to further review and approval by the Illinois Board of Higher Education.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Designate the M. T. Geoffrey Yeh Student Center in Newmark Laboratory,
Department of Civil and Environmental Engineering, Urbana

(20) The Chancellor at Urbana has recommended the naming of a yet to-be-constructed student center addition at the Department of Civil and Environmental Engineering located at 205 North Mathews Avenue, Urbana, as the M. T. Geoffrey Yeh Student Center in Newmark Laboratory in recognition of Mr. Yeh's \$4.0 million gift.

This gift will help fund the construction of the Civil and Environmental Engineering Newmark Laboratory expansion project. Specifically, Mr. Yeh is supportive of the establishment of a classroom annex next to the Newmark Laboratory to create a unique instructional space, build community, and foster stronger ties to their alma mater for the students of the Civil and Environmental Engineering program. This will also complete the original vision for Newmark Laboratory which at the time included classroom space, but was never constructed.

The \$9.0 million expansion of Newmark Laboratory will add 20,500 square feet of new space, including seven classrooms along with a conference room and student study and seating areas. Total construction costs include landscaping, furnishings and fixtures, elevators, mechanical, restrooms, classroom A/V, and networking. The remainder of the funding comes from private sources including alumni and corporate sponsors, and \$1.0 million contributions by both the Department of Civil and Environmental Engineering and the College of Engineering.

Mr. Yeh is originally from Shanghai, China, and graduated from the Department of Civil Engineering in 1953 with a Bachelor of Science degree. Following his graduation he earned a Master of Science degree from Harvard University. Mr. Yeh is chairman of Hsin Chong International Holdings, Ltd., the company founded by his father in 1939. Hsin Chong has grown from a small construction firm into a property services group, which includes one of Hong Kong's oldest and largest construction companies and one of Hong Kong's largest independent facilities and property management companies. Previously, Mr. Yeh established the M. T. Geoffrey Yeh

Graduate Research Fellowship and the M. T. Geoffrey Yeh Endowed Chair, both in the Department of Civil and Environmental Engineering. Other examples of his philanthropic gifts are the M. T. Geoffrey Yeh Art Gallery at St. John's University in Queens, New York (where he received an honorary doctorate in 1983), the Synergis-Geoffrey Yeh Business Management Chair at the Hong Kong University of Science and Technology, and the endowed Yeh Family Lu Xun Social Science Chair at Beijing University, in honor of Lu Xun, one of the most influential Chinese thinkers and writers of the twentieth century. Mr. Yeh's dedication to the civil engineering profession and his loyal support of the Department of Civil and Environmental Engineering motivated him to make this generous gift commitment.

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 Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Approve Student Health Insurance Fees for Urbana, Chicago, and Springfield Campuses,
Fiscal Year 2010

(21) The Chancellors at Urbana, Chicago, and Springfield, recommend approval of student health insurance fees for Fiscal Year 2010. The student health insurance fee,

combined with the student health service fee, fund health care programs tailored to meet the needs of the students at the campuses. The campuses consult with student advisory groups on health program coverage and the resulting fee. Students may choose not to participate in the student health insurance program by providing evidence of comparable insurance coverage from other sources. Attached is a summary of the student health program coverage. (A copy filed with the secretary of the Board for record.)

In 2005, the Urbana campus issued a RFP for student health insurance selecting Student Resources, through the insurance carrier Mega Life as the plan provider. During 2007 Student Resources/Mega was purchased by United Healthcare. The United Healthcare Student Resources program at Urbana provides basic coverage for undergraduate students and expanded benefits for graduate students. After soliciting feedback from students, additional benefits have been added for the current policy year that necessitate a 4.5 percent increase for both graduate and undergraduate plans. Renewal options exist through 2015.

Beginning in 2004, the Chicago campus proposed and initiated a self-funded student health benefit plan, *CampusCare*, to help increase student health benefits and contain costs. All medical care is provided at the University of Illinois Medical Center and/or approved regional facilities; severe life threatening emergencies are also covered when necessary at other medical facilities. All enrolled students are eligible for the same benefit package. The University of Illinois at Chicago Physician Group focuses on wellness and improvement of management of chronic diseases. For FY 2010 there will be no price increase because *CampusCare* has developed and followed proven and

accepted quality care protocols, and achieved optimal and cost effective outcomes for the Chicago student population.

Beginning FY 2008 Springfield campus leaders determined their changing mix of students required not only a competitively priced program, but also enhanced coverages in order to better align the Springfield campus with the Urbana and Chicago student health insurance plans. Unexpectedly high medical utilization as well as medical inflation necessitates a 13 percent increase for FY 2010.

The recommended student health insurance fees per semester are as follows:

| LOCATION | PROPOSED PREMIUM, FALL 2009 | PERCENT INCREASE |
|--------------------|--|-------------------------|
| <i>Urbana</i> | Undergraduate--\$206 | +4.5 |
| | Graduate--\$292 | +4.5 |
| <i>Chicago</i> | All students--\$401 | 0 |
| <i>Springfield</i> | All students--\$263 | +13 |

The rates displayed are for the typical undergraduate and graduate student. Rates may vary for summer session, family dependent coverage, etc. Students needing coverage for their spouse and dependents voluntarily pay a separate charge.

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/Chief Financial Officer and Comptroller concurs in these recommendations.

The President of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Carroll, these recommendations were approved.

Approve Increase in Transportation Fee, Chicago

(22) The Chancellor at Chicago recommends increasing the Transportation Fee beginning Fall Semester 2009. The fee supports the CTA U-Pass Program. Participation in the U-Pass program requires the assessment of a transportation fee for all eligible students, which is utilized to contract with the CTA to provide an unlimited pass for each eligible student to ride CTA buses and elevated trains, plus cover campus administrative costs.

The program is administered by the Office of the Vice Chancellor for Student Affairs/Campus Auxiliary Services. Consistently each semester, more than 90 percent of eligible students have picked up their passes.

CTA requires participating schools to enter into a five-year contract with an option for the University to cancel without penalty at the end of any semester by providing written notice to the CTA not less than 45 calendar days prior to the commencement of the next semester. Students at Chicago indicated overwhelming support of the five-year contract for the U-Pass program in a referendum held in April 2005. The current contract will expire at the end of Academic Year 2009-2010.

Payment to the CTA is calculated on a student daily charge. The payment rate for Academic Year 2009-2010 will increase from the current 70 cents to 81 cents per student, per day resulting in the need to increase the Transportation Fee 15 percent from \$95 to \$109 per semester (and \$84 for Summer Session 2010).

The Student Fee Advisory Committee unanimously recommended approval of this recommendation, based upon the increased cost charged by the CTA and comparative costs of paying for CTA services without a U-Pass.

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 Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Revise University Policy,
Family and Medical Leave

(23) The University's Family and Medical Leave Policy became effective in August 1993, with amendments approved on May 11, 1995, February 14, 2003, and April 15, 2003, to comply with the Federal Family and Medical Leave Act (FMLA) of 1993. On January 16, 2009, the United States Department of Labor (DOL) implemented revisions to the Family and Medical Leave Act of 1993.

Revisions to the University policy are required to comply with the amendments to the Family and Medical Leave Act. The most significant changes include the addition of two new eligible events an employee is entitled to family and medical leave: (1) to care for a son, daughter, spouse, parent, or next of kin who is a covered service member with a serious injury or illness; and (2) because of a qualifying exigency arising out of the fact that a son, daughter, spouse, or parent is on active duty or call to active duty status in support of a contingency operation as a member of the National Guard or Reserves. Other minor language changes are recommended to clarify processes and procedures.

The Vice President/Chief Financial Officer recommends approval of the revisions to the University Policy on Family and Medical Leave to comply with the Federal Family and Medical Leave Act set forth in the attached document. (A copy of the document is filed with the secretary of the Board for record.)

The President of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Approve Energy Cost Management Policy
(To Replace Natural Gas Cost Management Policy)

(24) The Board at its September 2008 meeting approved the *Natural Gas Cost Management Policy* (“Policy”). The Vice President/Chief Financial Officer and Comptroller, after internal review and in consultation with external energy experts,

recommends modification of the Policy to incorporate additional provisions that will improve the overall energy procurement process, provide additional flexibility, and reduce the risk of uncertain energy costs. The recommended modifications are outlined below.

- Include Other Energy Commodities - The Policy provides a framework for procurement of natural gas only. Of the total annual cost of utility commodities, natural gas represents 62 percent, electricity represents 24 percent, and coal represents 7 percent (with the balance being water and chemicals). A more comprehensive energy procurement strategy that includes electricity and coal would create additional opportunities to reduce energy related risks and improve budget certainty.
- Expand Time Period - Under the authorizations provided within the Policy, the University has secured to date 90 percent of its expected natural gas requirements for delivery in fiscal year 2009, 80 percent of the requirements for delivery in fiscal year 2010, and 57 percent of the requirements for delivery in fiscal year 2011. Purchasing continues for fiscal years 2010 and 2011 under the authorities in the Policy. Under the rolling purchase framework contemplated in the Policy, the University should begin to procure natural gas for delivery in fiscal year 2012; however, the Policy does not provide for natural gas procurement for delivery in fiscal years after 2011.

The Vice President/Chief Financial Officer and Comptroller recommends the existing Policy should be modified and renamed the *Energy Cost Management Policy*. The existing Policy provided for the establishment of the Natural Gas Cost Management Committee. That Committee would have expanded responsibilities with the proposed modifications incorporated in the *Energy Cost Management Policy*. The proposed new policy is attached. (A copy is filed with the secretary of the Board for record.)

Therefore, the following recommendations are submitted for Board approval:

1. Modify the Policy to include procurement of electricity and coal.
2. Modify the Policy to eliminate the 2011 end date and replace that limitation with a rolling three-year horizon. That is, for any given point in time, the Policy would provide authorization for fuel and electricity purchases for delivery up to 36 months into the future.
3. In order to implement the above modifications, approve the attached *Energy Cost Management Policy*.

The Board actions 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.

Accordingly, the Vice President/Chief Financial Officer and Comptroller recommends adoption of the proposed policy modification.

The President of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Carroll, this recommendation was approved.

Approve Plan for Federal Trade Commission “Red Flag Rules”
Identity Theft Prevention Program

(25) The University of Illinois administers a number of debit and billing accounts that fall under the purview of the Federal Trade Commission “Red Flag Rules,” comprising FTC 16 CFR 681.1-3. Creditors holding such covered accounts are required

to develop and implement a written identity theft prevention program. The proposed University of Illinois plan for such a program follows.

Under the direction of the Vice President/Chief Financial Officer and Comptroller (VP/CFO), a Red Flag Steering Committee will be formed no later than May 1, 2009, and will comprise representatives from University Treasury Operations and University Student Financial Services and Cashiering Operations. The Steering Committee will annually identify University units that administer covered accounts, customer addresses, and other personally identifying data covered by the “Red Flag Rules.”

The University of Illinois Identity Theft Prevention plan will be established via Board of Trustees approval of this document. Responsibility for the Program will be assumed by the VP/CFO, who will administer the Program with assistance from the Red Flag Steering Committee.

Each year, the Red Flag Steering Committee will survey the University units that administer covered accounts, customer addresses, and other personally identifying data. An annual report on the program will be prepared for the VP/CFO.

The survey will require units to describe their:

- Risk assessment activities as required by the FTC.
- Compliance with the elements of the program defined by the FTC.
- Identity theft prevention measures.

Units handling covered accounts, customer addresses, and other personally identifying data will be responsible for timely remediation of any areas of noncompliance. Units will also be responsible for appropriate training of staff and for compliance oversight of any service provider arrangements.

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/Chief Financial Officer and Comptroller recommends approval.

The President of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Carroll, 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. 26 through 40 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Approve Project for First Floor South Remodeling,
Richard J. Daley Library, Chicago

(26) This \$3,484,000 project is a remodeling project of the first floor south of the Richard J. Daley Library to develop a Learning Commons with a construction cost

per gross square foot of \$142.47. The Learning Commons is intended to be a focal point of the Daley Library. It will encompass approximately 15,475 square feet (room 1-320 and adjacent spaces) and comprise a high-tech, state-of-the-art interactive learning space for students that would support 24-hour access. As such, the design will need to have a contemporary, high-tech image that both complements and softens the Netsch infrastructure. Some design concepts for this project have been suggested by students and will be the basis for design as it develops.

The Learning Commons will provide ready access to reference and technology help, computers and software applications, group and individual workspaces, classrooms, a seminar room, and comfortable seating. By integrating information resources, technology, and expertise, the Learning Commons is intended to maximize the learning and social environment for Chicago campus students. It will create a single point of access to multiple services, including learning, writing, research, and technology, and it will foster cross-disciplinary collaborations.

The remodeling includes new seminar spaces, classrooms, study areas, faculty space, women's toilet facilities, and exit doors. New finishes will be provided as well as new lighting, heating, ventilation and air conditioning, electrical, telecom/data, furniture, security system, and Americans with Disabilities Act upgrades.

Accordingly, the Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the first floor south remodeling of the Richard J. Daley Library project be approved.

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 Academic Facilities Maintenance Fund Assessment Funds, Gift Funds, and IT/Library Assessment Fee.

The President of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Award Contract for Slate Roof Replacement,
Horticulture Field Lab, Urbana

(27) This \$1,047,750 project consists of the replacement of the slate roof, galvanized iron dormer roofs, roll roofing, underlayment, ridge caps, flashing, gutters, downspouts, and ridge vents on the Horticulture Field Lab. The slate roof will be replaced with synthetic slate. Flashing, ridge caps, hip caps, gutters, downspouts, and eyebrow dormer roofs will be replaced in copper.

Bids for the Horticulture Field Lab Slate Roof Replacement construction work have been solicited; and for the project to proceed, the Chancellor at Urbana with

the concurrence of the appropriate administrative officers recommends that the following 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 alternate¹:

Division 26--Roof Work

| | | |
|--|--------------|-----------|
| Midland Engineering Company, South Bend, IN | Base Bid | \$823,000 |
| | Alternate #2 | <u>0</u> |
| <i>TOTAL</i> | | \$823,000 |

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 are available from institutional funds operating budget and the sale proceeds of the Certificates of Participation 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 Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

¹Description of Alternate: Alternate # 2--Add new EPDM membrane at flat roofs. EPDM is an elastomeric compound manufactured from ethylene, propylene, and a small amount of diene monomer.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Award Contracts for Oak Street Chiller Plant and Distribution System Expansion, Urbana

(28) This project provides the next increment of chilled water capacity at the Oak Street Chiller Plant to support the recently announced National Center for Supercomputing Applications (NCSA) Petascale Computing Facility. This project includes the installation of a Thermal Energy Storage (TES) tank, which shall be an above-ground, vertical, cylindrical, flat-bottom type tank of all-welded steel construction. The TES system includes foundations, tank erection, internal diffusers, painting, insulation, and hydrotesting. Also included is the extension of the Urbana campus main distribution chilled water, forced main piping, and electrical duct bank as well as the installation of a Pump House. Piping extension shall begin and extend to the Pump House with a First Street connection to existing piping and to the new NCSA Petascale Computing Facility. The Pump House shall be a pre-engineered metal building housing pumps, piping, and equipment necessary to control chilled water flow to/from the TES tank.

Bids for the Oak Street Chiller Plant and Distribution System Expansion construction work have been solicited; and for the project to proceed, the Chancellor at

Urbana with the concurrence of the appropriate administrative officers recommends that the following contracts¹ 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 plus the acceptance of indicated alternates²:

Division 3 – Heating A/C Temp Control Work

| | | |
|--|----------|-------------|
| Davis-Houk Mechanical, Inc., Urbana, IL | Base Bid | \$1,830,000 |
| <i>TOTAL</i> | | \$1,830,000 |

Division 5 – Electrical Work

| | | |
|--|----------|-----------|
| Bodine Electric of Champaign, Champaign, IL | Base Bid | \$547,824 |
| <i>TOTAL</i> | | \$547,824 |

Division 34 –Utilities Site Work

| | | |
|--|----------|-------------|
| Stark Excavating, Inc., Bloomington, IL | Base Bid | \$1,534,138 |
| <i>TOTAL</i> | | \$1,534,138 |

¹Contracts for other divisions were awarded that are within the delegated approval levels: Division 1 – General Work, Roessler Construction Co., Inc., Rantoul, IL, \$374,000; Division 2 – Plumbing Work, X-treme Mechanical, Inc., Champaign, IL, \$16,600; and Division 4 – Ventilation and Air Distribution Work, A&R Mechanical Contractors, Inc., Urbana, IL, \$28,925; making a total award of \$7,465,187.

²Description of Alternates: Alt. 1A. - Internal flow diffusers for Base Bid Tank (polyvinyl chloride, or PVC, diffusers permitted); Alt. 1B - Internal flow diffusers for Base Bid Tank (PVC diffusers excluded); Alt. 2 - Larger level of thermal capacity (ton-hours) but excluding internal flow diffusers; Alt. 2A - Internal flow diffusers for Alternate Bid 2 Tank (PVC diffusers permitted); and Alt. 2B - Internal flow diffusers for Alternate Bid 2 Tank (PVC diffusers excluded).

Division 44 – Other Work--Tank

| | | |
|-----------------------|---------------|----------------|
| Caldwell Tanks, Inc., | Base Bid | \$2,590,900 |
| Louisville, KY | Alternate #2 | 204,200 |
| | Alternate #2A | <u>338,600</u> |
| <i>TOTAL</i> | | \$3,133,700 |

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 construction are available from institutional funds operating budget.

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 Mr. Eppley, seconded by Dr. Schmidt, these contracts were awarded by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Award Contract for Life Safety and Finish Upgrades, Phase II,
Pennsylvania Avenue Residence Hall, Urbana

(29) In July 2007, the Board approved the first of two phases for life safety and finish upgrades for the Pennsylvania Avenue Residence Hall. Phase I focused on the first

floor of the Lounge building as well as Blaisdell and Carr Residence Halls. In March 2008, the Board approved Phase II--Sprinkler and Finish Work Upgrades which provides for the installation of sprinkler systems in the Babcock and Saunders Residence Halls in accordance with the requirements of the Fire Sprinkler Dormitory Act (110 ILCS 471) as well as installation of fire alarm devices with a project budget of \$2.2 million. The finish upgrades include flooring replacement, painting, and other finishes.

Bids for the Life Safety and Finish Upgrades, Phase II, Pennsylvania Avenue Residence Hall construction work have been solicited; and for the project to proceed, the Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the following contract¹ 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

| | | |
|--|----------|-----------|
| Roessler Construction Co. Inc., Rantoul, IL | Base Bid | \$707,000 |
| <i>TOTAL</i> | | \$707,000 |

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.

¹Contracts for other divisions were awarded that are within the delegated approval levels: Division 5 – Electrical Work, Potter Electric Service Inc., Urbana, IL, \$109,573; and Division 6 – Sprinkler Work, Automatic Fire Sprinkler Co., Normal, IL, \$274,600; making a total award of \$1,091,173.

Funds for the project are available from Auxiliary Facility System Repair and Replacement Reserve Budget and the Auxiliary Facilities System Fund 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 Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Award Contract for Waterproofing,
Education, Performing Arts, and Social Work Plaza, Chicago

(30) This \$1.5 million project at the Education, Performing Arts, and Social Work Plaza will include complete removal of the brick pavers, insulation and waterproofing membrane, and repairs to concrete slabs as needed; new waterproofing membrane; new rigid insulation, and new removable paving systems. Removable pavers will allow for future maintenance of the waterproofing system. For the past several years, persistent leaking through the failed waterproofing membrane has caused masonry deterioration of the plaza and deterioration to the interior wall finishes in the rooms

below the plaza. The water leakage has also provided the mechanics for mold growth, not to mention a slipping hazard produced by water puddles on the floor.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the construction contract for the plaza waterproofing 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 alternate¹.

Division 15 – Concrete Work

| | | |
|---|----------|---------------|
| Simpson Construction Co., Bellwood, IL | Base Bid | \$1,060,000 |
| | Alt. 1 | 49,000 |
| | Alt. 2 | 26,000 |
| | Alt. 3 | 30,000 |
| | Alt. 4 | 54,000 |
| | Alt. 5 | 26,000 |
| | Alt. 6 | <u>10,000</u> |
| TOTAL | | \$1,255,000 |

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 sale proceeds of the Certificates of Participation Series 2007A.

The President of the University concurs.

¹Description of Alternate: Alt.1–installation of the new paver system; Alt.2–installation of the new paver system; Alt.3–remove and replace the supporting concrete stair structure; Alt.4–construct new stair/ramp at west side of plaza; Alt.5–add tuckpointing of entire west face of west freestanding garden wall and lower level deck area; and Alt.6–provide Hanover Prest pavers with Tudor granite-like finish.

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

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Award Contract for Roof and Plaza Paver Replacement,
Behavioral Sciences Building, Chicago

(31) This \$1.5 million project will include the repair of the original granite paving and decking of the Behavioral Sciences Building which was built in 1968. Several of these above grade granite decks were installed over a membrane waterproofing system. The waterproofing system has failed and is allowing water to infiltrate the building, causing damage to interior exposed concrete and masonry surfaces and other wall finishings within the building. The grade level granite pavers are also in need of repairs. Over the years, freeze-thaw cycles have displaced many of the pavers, creating a tripping hazard at the building entrances. The scope of work will include removal of all the granite pavers; tear out of existing membrane waterproofing and insulation; repair of exposed reinforced concrete decks, beams, wall, and stairs; installation of new membrane waterproofing; insulation; replacement of surface drains; and installation of a new paving surface.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the construction contract for the granite paver and deck repair 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 alternates¹.

Division 15 – Concrete Work

| | | |
|------------------------|----------|---------------|
| Monson Nicholas, Inc., | Base Bid | \$1,011,835 |
| Villa Park, IL | Alt. 1 | 92,688 |
| | Alt. 2 | 27,813 |
| | Alt. 3 | <u>55,894</u> |
| TOTAL | | \$1,188,230 |

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 sale proceeds of the Certificates of Participation Series 2006A.

The President of the University concurs.

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

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris,

¹Description of Alternates: Alt.1-ground floor paver resetting; Alt.2–2nd floor vestibule storefront; and Alt. 3–3rd floor vestibule storefront.

Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Award Contract for West Campus Tunnel Renovation, Chicago

(32) This \$1,623,000 project will include structural repairs and reconstruction of the East-West tunnel that runs along the south side of the Nuclear Magnetic Resonance Laboratories and the North-South tunnel that runs along the west side of the Clinical Sciences Building and the Neuropsychiatric Institute.

The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the construction contract for the tunnel renovation 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.

Division I – Work

| | | |
|---|----------|-----------|
| Joseph Construction Company, Lynwood, IL | Base Bid | \$613,675 |
| <i>TOTAL</i> | | \$613,675 |

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 sale proceeds of the Certificates of Participation Series 2007A.

The President of the University concurs.

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

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Increase Project Budget and Amend Professional Services Agreement, Phase 1, Limited Remodeling, Scott, Snyder, and Weston Halls, Urbana

(33) The original budget for this project was approved for \$1.9 million and work included the remodeling of three of the six residence halls, Scott, Snyder, and Weston, adding new laundry facilities. Any mechanical and electrical support associated with this work was also included. Subsequent to this approval, funding has been made available to complete work in the remaining three residence halls, Garner, Forbes, and Hopkins. Additional work will include new laundry facilities and mechanical and electrical support as necessary for a sum of \$1.2 million. With the much anticipated demolition of Gregory and Peabody Dining Halls scheduled for the summer of 2010, it is vital for the

continuance of Stanley O. Ikenberry Commons development, that the work described in this additional scope be completed before fall 2010.

In order for the project to proceed, it is necessary to amend the engineer/architect's contract to provide professional services to include work for Garner, Forbes, and Hopkins Halls.

The Chancellor at Urbana with the concurrence of the appropriate administrative officers recommends that the Board:

1. Approve an increase to the project budget of \$1.9 million to \$3.1 million.
2. Amend the professional services agreement for Hagney Architects, Rockford, IL, with the firm's fixed fee for basic services \$84,975; for on-site observation on an hourly basis not to exceed \$18,240; for warranty phase on an hourly basis not to exceed \$2,600; and for authorized reimbursable expenses estimated at \$10,000.

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 Fiscal Year 2009 Housing Operating Budget.

The President of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris,

Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Amend Architect/Engineer Professional Services Agreement, Master Design Study,
University of Illinois Medical Center, Chicago

(34) In May 2008, the University employed SmithGroup, Inc., Chicago, to perform a Master Design Study and related work in response to the Certificate of Need granted to the University of Illinois Medical Center. The selection of the architect/engineer for this project was in accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering and Land Surveying Qualifications-Based Selection Act).¹

The University of Illinois at Chicago now proposes to amend the professional services agreement for SmithGroup, Inc., for continued architect/engineer services to perform additional Master Design Study work. The primary objective of the additional master design effort will be to prepare all related documentation necessary for the submission of Construction Certificate of Need applications for the projects identified

¹A selection committee consisting of Boyd Black (Office for Capital Programs), Jonathan Bode (College of Medicine), Mark Donovan (Facilities Management), Kevin Duff (University Office for Facilities Planning and Programs), John Hiltcher (Office for Capital Programs), Jo Le Mieux-Murphy (Office for Capital Programs), David Loffing (University of Illinois Hospital Administration), and William Spaar (University of Illinois Environmental Services) interviewed the following firms (listed in ranking order): (1) SmithGroup, Inc., Chicago, IL; (2) OWP/P, Chicago, IL; and (3) Hellmuth, Obata Kassabaum (HOK), Chicago, IL. The committee recommends SmithGroup, Inc., Chicago, IL, as best meeting the criteria for the project.

from the analysis of the master planning concepts as approved by the Board on May 22, 2008.

Accordingly, the Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends that the agreement with SmithGroup, Inc., Chicago, be amended for the professional services for this project. The firm's fees for this amendment through the Construction Certificate of Need phase will be a fixed fee of \$988,397 and authorized reimbursable expenses estimated at \$133,400.

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.

The President of the University concurs.

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Authorize Acquisition of Property, 3135 Old Jacksonville Road, Springfield

(35) The Chancellor at Chicago with the concurrence of the appropriate administrative officers recommends the purchase of a single-story office building containing 22,121 square feet located on a site containing 105,038 square feet at 3135 Old Jacksonville Road, Springfield, Illinois (the “Property”), at a purchase price of \$4,519,957. The Property was originally constructed in 1992 and completely renovated in 2007, at which time the Division of Specialized Care for Children (DSCC) entered into a ten-year lease for use as its headquarters offices in Springfield.

DSCC is the sole tenant of the Property. Under the terms of its lease, it is responsible for all operating and maintenance costs for the Property (including real estate taxes) as Additional Rent. During the first ten years of its occupancy, DSCC will be paying at least \$4,980,000 in Base and Additional Rent. If operating costs or real estate taxes escalate at a rate exceeding 1.5 percent annually (the proforma rate), the rental costs would be even higher.

The purchase price for the Property is supported by an appraised value of \$4,400,000, using a composite of the sales comparison and income capitalization approaches. The purchase price also includes a mortgage prepayment penalty of \$101,957. There are no additional costs for brokerage or for renovation, as the Property was customized for DSCC at the time they entered into the lease in 2007. The purchase price is well below the anticipated rental costs set forth above and would afford DSCC a payback of the purchase price in less than the first ten years of University ownership.

The University of Illinois will also be able to secure a tax exemption for the property once title has been conveyed, thus saving more than \$50,000 annually in costs which would otherwise be paid as part of Additional Rent for the Property.

Due to the economic strength of the proposed transaction and the need for permanent DSCC space in Springfield for its headquarters operations, the Chancellor recommends the purchase of the Property.

Funds to complete this acquisition are available from the institutional funds operating budget of the Division of Specialized Care for Children.

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/Chief Financial Officer concurs.

The President of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Authorize Lease of Space for Division of Specialized Care for Children,
7013 North Stallworth, Peoria

(36) The Chancellor at Chicago recommends that the University lease 5,620 square feet of office space in the building located at 7013 North Stallworth, Peoria, for a five-year term commencing approximately August 15, 2009. The landlord is RT/150 LLC. The leased space would accommodate a regional office of the Division of Specialized Care for Children (DSCC). DSCC had previously been housed in a Central Management Services regional office building in Peoria, but the space had become increasingly unsatisfactory as DSCC's operation has grown in Peoria.

The required space program does not necessitate the publication of a Request for Information (RFI) pursuant to the Illinois Procurement Code. However, a space search was conducted of building owners and brokers having inventory in the general vicinity in which space is desired in order to test the fair market value of the lease terms for negotiation. Seventeen potential sites were originally identified; seven of these were toured and three were shortlisted and requested to submit full rental and tenant improvement proposals.

Primary factors in analyzing the lease proposals were:

- a. sufficiency of space to maximize efficiency of workgroups;
- b. accessibility to parking;
- c. traffic considerations for client access and commuting;
- d. lease rates;
- e. condition of space and financial requirements to remodel for use; and,
- f. reputation and experience of landlord in operations and maintenance of commercial properties.

The locations surveyed met minimum requirements, but after viewing the spaces and analyzing their economics, it was determined that the location at 7013 North Stallworth was the superior location.

For the proposed Lease, the starting net rental rate is \$17.50 per square foot, escalating at \$.50 per square foot annually over a five-year term. Beginning January 1, 2010, DSCC will also be responsible for operating costs and taxes for the Premises in excess of those included in the rent for the Base Year of 2009. The 2009 projections for tax and operating costs are estimated at \$6.18 per square foot; this includes rubbish removal, common area maintenance, heating and cooling during normal business hours, insurance, and taxes. The landlord is providing a construction allowance of \$30.00 per square foot (\$168,600.00) towards the cost of tenant improvements. DSCC will be responsible for its own electrical, telephone, and janitorial charges.

To recap, the proposed lease rates are as follows:

| | | |
|----------------------------|-------------|-------------|
| Starting Base Rental Rate | \$17.50 PSF | \$98,350.00 |
| Estimated operating costs | \$.15 PSF | \$ 868.29 |
| Total Year One Rental Rate | \$17.50 PSF | \$99,218.29 |

For comparability, the gross PSF rent equivalent of the other responding locations ranged from \$12.00 to \$18.00. However, the costs to complete tenant improvements to suit DSCC's use, as well as factors governing accessibility to the properties, were exceeded compared to the Stallworth location.

It is proposed to relocate DSCC to 7013 North Stallworth, Peoria, as it is the best location, at a fair market cost, and meets all of the minimum requirements of the tenant. The term of the proposed lease is five years, with options to renew.

Funds for the current fiscal year are available from the institutional funds operating budget of the Division of Specialized Care for Children. 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/Chief Financial Officer concurs.

The President of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Authorize Ground Lease to City of Rockford for Groundwater Well Site

(37) The Chancellor at Chicago recommends that the University enter into a ground lease with the City of Rockford, Illinois, to permit expansion of the City's

groundwater well site. The subject property is a 6,935 square foot vacant parcel located on the eastern side of the Pelham Road entrance into the campus of the College of Medicine at Rockford (the "Property"). The City has an existing well site on a parcel of land immediately adjacent to the subject Property, and has expressed a need to expand the existing site to accommodate municipal water needs by drilling a new well on the Property.

The lease would be for a fifty-year term, commencing approximately April 1, 2009. The City will also be granted an option to renew the lease for an additional twenty-five year term. In master planning for the COM-R, this Property is intended to be used only for landscaping and signage, and not for future development. The improvements to be constructed on the Property by the City will mainly be underground well piping and infrastructure and will not affect or disfigure the campus or the approach to campus via the Pelham Road entrance drive.

The appraised value of the Property is \$16,644. The City would pay this amount to the University for the initial term of the ground lease in a single lump sum payment at the commencement of the lease. The option fee will be a nominal sum of \$10.00 because the entire fair market rent for the initial lease term, plus the option period, will be paid by the City at the commencement of the lease. In addition, the City will relocate the existing University sign on the Property at its expense to avoid any future interference between the well appurtenances and the University's sign and electrical conduit.

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/Chief Financial Officer concurs.

The President of the University recommends approval.

On motion of Mr. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Delegate Authority to Execute Annexation Agreement at the University of Illinois With
the City of Champaign

(38) The continuing development of the University of Illinois Research Park at Urbana is important to the fulfillment of the University's economic development role and responsibilities. In January 2000, the Board delegated to the Chancellor at Urbana authority to enter into an annexation agreement for University-owned land in the Research Park, south of St. Mary's Road and west of First Street.

In January 2005, in order to continue to meet the expansion requirements of the Research Park, the Chancellor at Urbana was delegated additional authority to enter into one or more annexation agreements with the City of Champaign in the area defined

as Additional Project Area in the development agreement between Fox/Atkins, LLC, the developer of the Research Park, and the University of Illinois Research Park, LLC. The expansion of the Research Park into the Additional Project Area, bounded by St. Mary's Road on the north, the extension of Fourth Street on the east, Windsor Road on the south, and First Street on the west, will be in phases adopted as amendments to the development agreement. Annexation allows the city to approve plats to enable construction of buildings, streets, and other facilities for the Research Park.

Additional Board action is now requested in order to annex the Ashton Woods Housing complex fronting First Street and adjacent to the Research Park which was acquired by the University in 2007. Annexation is necessary to complete the jurisdictional transfer of First Street to the City of Champaign which will facilitate the reconstruction of First Street to serve the Research Park and Campus.

A report on all annexation agreements will be made to the Board of Trustees upon their completion.

The Vice President/Chief Financial Officer and Comptroller, the Vice President for Technology and Economic Development, and the Board of Managers of the University of Illinois Research Park, LLC, concur with the delegation of authority.

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. Eppley, seconded by Dr. Schmidt, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Purchase Recommendations

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

These were presented in one category--purchases 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 amount of these purchases were:

| | |
|---------------------------------|--------------|
| From Institutional Funds | |
| Purchases | \$14,835,951 |

A complete list of the purchases 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 Mr. Eppley, seconded by Dr. Schmidt, the purchases recommended were authorized by the following vote: Aye, Mr. Bruce, Dr. Carroll,

Mr. Dorris, Mr. Eppley, Mr. McFarland, Mr. Montgomery, Dr. Schmidt, Mr. Shah, Mr. Vickrey; no, none; absent, Governor Quinn.

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Authorize Settlement

(40) The University Counsel recommends that the Board approve settlement of a claim against the University of Illinois in the amount of \$9.0 million. The family of Michelle Ballog alleges that the failure of University personnel to appropriately respond to her respiratory arrest resulted in her death.

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/Chief Financial Officer and Comptroller concurs.

The President of the University recommends approval.

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

(The student advisory vote was: Aye, Mr. Pittos, Mr. Schmitt; no, none.)

Report of Actions by the Executive Committee

(41) 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.

Appoint Vice Chancellor for Administrative Services, Chicago

The Chancellor at Chicago has recommended the appointment of Mark Donovan, currently Executive Director for Facilities Management and Capital Programs in the Office of the Vice Chancellor for Administrative Services, as Vice Chancellor for Administrative Services, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$200,000, beginning February 21, 2009. Mr. Donovan will hold this position for a two-year period until February 20, 2011, followed by his retirement.

Mr. Donovan will succeed Joseph Muscarella, who has been serving as Vice Chancellor for Administrative Services since November 15, 2004.

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 Dr. Carroll, seconded by Mr. Vickrey, this appointment was approved by members of the Executive Committee.

Approve Auxiliary Facilities System Revenue Bonds, Series 2009a

The Board, at its meeting on January 15, 2009, approved the issuance of Auxiliary Facilities System Revenue Bonds (the “Bonds”) to refund the Variable Rate Demand Auxiliary Facilities System Revenue Bonds, Series 2005B, to finance the \$10.0 million Illini Union project, Urbana, and other project costs approved by the Executive Committee and to pay related costs of issuance.

It is now requested that the Executive Committee approve adding the \$8.5 million project budget increase for the South Campus Mixed Use Development, Chicago, to the purposes for which the proceeds of the Bonds may be expended. The Bonds will be within the limits set forth in the Board approval of January 15, 2009.

The Vice President/Chief Financial Officer and Comptroller recommends that the Executive Committee:

Authorize the addition of the \$8.5 million project budget increase of the South Campus Mixed Use Development to the purposes for which the Bonds may be issued and Bond proceeds may be expended.

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.

Funding will be available from the proceeds of the Bonds.

The President of the University concurs.

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

Increase Project Budget for South Campus Mixed Use Development, Chicago

At its meeting on May 19, 2005, the Board approved a budget increase of \$12.0 million establishing a total project budget of \$124.0 million for the South Campus Mixed Use Development in Chicago.

Due to a variety of factors including cost escalation, overtime, and special soil disposal, the need exists to increase the budget by \$8.5 million.

The Chancellor at Chicago with the concurrence of the appropriate University officers recommends that the Board approve the increase in project budget for the South Campus Mixed Use Development project to \$132.5 million.

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 budget increase are available initially from the operating budget of the Chicago campus with anticipated reimbursement from the proceeds of a future sale of auxiliary facilities system revenue bonds.

The President of the University concurs.

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

This report was received and confirmed.

President's Report on Actions of the Senates

(42) The president presented the following report:

Eliminate the Minor in Manufacturing Engineering, College of Engineering, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Engineering to eliminate the Minor in Manufacturing Engineering.

The request to eliminate the Minor in Manufacturing Engineering is due to a combination of difficulty in staffing courses associated with the minor and an insufficient student demand.

Revise the Interdisciplinary Minor in Jewish Culture and Society, College of Liberal Arts and Sciences, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Liberal Arts and Sciences to revise the Interdisciplinary Minor in Jewish Culture and Society.

The revision to the Interdisciplinary Minor in Jewish Culture and Society involves a decrease in coursework from 21 to 18 credit hours due to a previously required course that is no longer being offered. Revision to the minor will offer both an attractive and intellectually viable introduction to the study of Jewish culture and society and will be more accessible to students campus-wide. The minor will be fulfilled by three basic clusters of coursework: Religion, History, and Culture.

Eliminate the Minor in Fiber Science, College of Agricultural, Consumer and Environmental Sciences, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Agricultural, Consumer and Environmental Sciences to eliminate the Minor in Fiber Science.

The request to eliminate the Minor in Fiber Science is due to a combination of difficulty in staffing courses associated with the minor and an insufficient student demand.

Eliminate the Individually Planned Curricula Concentration in the B.S. in Agricultural and Consumer Economics, College of Agricultural, Consumer and Environmental Sciences, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Agricultural, Consumer and Environmental Sciences to eliminate the Individually Planned Curricula Concentration in the B.S. in Agricultural and Consumer Economics.

The request to eliminate the Individually Planned Curricula Concentration is due to the combination of insufficient student demand and new curricular offerings in Agricultural and Consumer Economics making the concentration obsolete.

Revise the B.S. in Agricultural and Biological Engineering, College of Engineering, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Engineering to revise the B.S. in Agricultural and Biological Engineering.

The proposed revision to the B.S. in Agricultural and Biological Engineering involves an increase in coursework from 23 to 27 credit hours in the Technical Core and a decrease in coursework from 27 to 23 in the required hours of Technical Electives; maintaining degree-hours credit neutrality. The additional four hours of core coursework will be met with the addition of ABE 469, Industry-Linked Design Project as a required course. ABE 469 is a model course for a quality design experience ideal as an Industry-Linked Capstone course. The change will strengthen the design skills for students in every specialization.

Revise the Bachelor of Music in Jazz Performance, College of Fine and Applied Arts,
Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Fine and Applied Arts to revise the Bachelor of Music in Jazz Performance.

The revision to the Bachelor of Music in Jazz Performance involves the reduction in the number of semesters currently required in Jazz Keyboard Studies from six semesters to four and adding two courses as prerequisites. Currently Jazz Performance has a unique six-semester requirement in a secondary instrumental area which creates an inequity as well as a credit burden for undergraduate students majoring in jazz performance. The four semesters of piano with the two new prerequisites will sufficiently prepare jazz majors with the skills needed.

Establish Minor in Global Labor Studies, School of Labor and Employment Relations,
Urbana

The Urbana-Champaign Senate has approved a proposal from the School of Labor and Employment Relations to establish the Minor in Global Labor Studies.

The proposed minor will serve three key audiences: undergraduate students currently enrolled at the University of Illinois; labor leaders and union members in the State of Illinois who seek a degree-completion program; and union leaders and students around the world who will now have access to learning through distance educational technologies. As the U.S. and world economy is increasingly becoming globalized, it is necessary to recognize worker and labor union matters in a global context. The offering

of this program will balance the educational opportunities that are offered on this campus on matters pertaining to managements' deployment of human resources, as well as management's financial and capital investment strategies in a global context.

Redesignate the Minor in International Studies as the Minor in Global Studies, College of Liberal Arts and Sciences, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Liberal Arts and Sciences to redesignate the Minor in International Studies as the Minor in Global Studies.

The redesignation of the Minor from International Studies to Global Studies reflects more accurately the scope and purpose of the proposed revised program of study. The proposed revisions for the minor incorporate a Thematic Area characteristic of International/Global Studies programs of studies offered by our peers, thereby changing the focus of the minor from language and culture to a global theme. The revisions will make the minor unique on this campus.

Modify the Master of Social Work Degree, School of Social Work and Graduate College, Urbana

The Urbana-Champaign Senate has approved a proposal from the School of Social Work to modify the Master of Social Work Degree (MSW).

The modification of the Master of Social Work Degree includes the establishment of a new concentration in Advocacy, Leadership, and Social Change and redesignation of the Child Welfare concentration as the Children, Youth and Family

Services concentration. The Child Welfare concentration has also been revised to provide an administrative track and a clinical track with the redesign of current curriculum and the addition of two new courses. The establishment, revision, and redesignation of the concentrations are consistent with professional specialization areas in Social Work and reflect the advanced coursework that MSW students take in the program. Including these concentrations on the transcript convey to potential employers a student's academic preparation for a particular field of practice, helping students compete for jobs in their specialty area.

Establish the Health and Aging; Health Behavior Change and Health Diversity Concentrations within the Bachelor of Science in Health, College of Applied Health Sciences, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Applied Health Sciences to establish the Health and Aging Concentration, the Health Behavior Change Concentration and the Health Diversity Concentration in the Bachelor of Science in Health.

The Bachelor of Science in Health was approved by the Board of Trustees on January 15, 2009. The proposed concentrations are the second step of the implementation of the program. The proposed concentrations are interdisciplinary in nature, focusing on applied health and societal issues across a range of traditional fields. The concentrations are designed to respond to the growing demand and need in the State of Illinois and across the nation for graduates prepared to enter a range of applied health fields and/or to pursue graduate study in health-related fields.

Establish the Post-Baccalaureate Certificate in Health Information Management,
College of Applied Health Sciences, Chicago

The Chicago Senate with the recommendation of the College of Applied Health Sciences and its Department of Biomedical and Health Information Sciences has approved the Establishment of the Post-Baccalaureate Certificate in Health Information Management.

The online Post-Baccalaureate Certificate in Health Information Management provides opportunities for self-motivated, experienced health care, information technology, or business professionals who have already attained at least a bachelor's degree to attain a solid foundation in the application and management of computers within the health care setting, as well as eligibility to sit for the Registered Health Information Administrator (RHIA) certification exam.

The Post-Baccalaureate Certificate in Health Information Management signifies that graduates are conversant in the planning, implementation, operation, and control of health data and information systems. Coursework emphasizes development of a state-of-the art skill set and knowledge base grounded in health care information sciences.

Because the certificate requires a minimum of 27 hours, it requires review and acknowledgment by the Illinois Board of Higher Education.

Establish the *Concentration in the History of Work, Race, and Gender in the Urban World*, and the *Concentration in Encounters, Ethnographies, and Empires*, Master of Arts in History (doctoral track) and the Doctor of Philosophy in History, College of Liberal Arts and Sciences, Chicago

The Chicago Senate with the recommendation of the College of Liberal Arts and Sciences and its Department of History has approved the Establishment of the *Concentration in the History of Work, Race, and Gender in the Urban World* and the *Concentration in Encounters, Ethnographies, and Empires* within the Master of Arts in History (doctoral track) and the Doctor of Philosophy in History.

The Concentration in History of Work, Race, and Gender in the Urban World is framed around U.S. history but encourages a trans-national perspective on its core themes, which include labor, immigration, business, race, gender, and gay and lesbian history. The Concentration in Encounters, Ethnographies, and Empires allows students who are studying Africa, Asia, Latin America, Europe, and the United States, in both the early modern and modern eras, to study issues that cut across regional specializations.

Students entering the concentration with a Bachelor's degree must satisfactorily complete 16 hours of coursework, while students entering the concentration with a Master's degree must satisfactorily complete 12 hours of coursework. The proposed concentration does not add to the total hours required for the program, but rather allows students to focus their efforts in the direction of a formal concentration.

Establish the Doctor of Medicine (M.D.)/Master of Science in Clinical and Translational
Science Joint Degree Program,
College of Medicine and School of Public Health, Chicago

The Chicago Senate with the recommendation of the College of Medicine and the School of Public Health has approved the Establishment of the Doctor of Medicine (M.D.)/Master of Science in Clinical and Translational Science Joint Degree Program.

The proposed five-year program will prepare medical school graduates with the skills required to combine their clinical knowledge with the knowledge and skills needed to conduct research to prepare them for careers as clinical researchers. The joint degree program will be available to medical students with a mentored research requirement that will draw on their clinical and research training. The program will typically require one year beyond the commitment for the M.D. program.

No more than 12 hours will consist of shared coursework.

Eliminate the Post-Professional Master of Science in Occupational Therapy Program,
College of Applied Health Sciences, Chicago

The Chicago Senate with the recommendation of the College of Applied Health Sciences and its Department of Occupational Therapy has approved the Elimination of the Post-Professional Master of Science in Occupational Therapy.

The Post-Professional Program is intended strictly for students who have bachelor's degrees in occupational therapy. Beginning in 2007, all occupational therapists are required to have a master's degree to practice occupational therapy, which

has led to the elimination of most occupational therapy undergraduate programs in the United States. As a result, most applicants to the program are from foreign countries. Although there have been applicants to the program each year, there have been no students enrolled for the past two years.

As a viable option, it is recommended that students who are interested in the Post-Professional Program look towards the newly formed Doctor of Occupational Therapy program. Students with a bachelor's or a master's degree in occupational therapy can apply to that program and receive a more advanced clinical degree.

The department will continue to offer the Professional Master of Science in Occupational Therapy program, which is designed for students who have bachelor's degrees in other areas, and prepares them to be eligible for a national certification examination and practice as occupational therapists.

Establish the Jazz Studies Concentration, Bachelor of Arts in Music,
College of Architecture and the Arts, Chicago

The Chicago Senate with the recommendation of the College of Architecture and the Arts and its Department of Performing Arts, has approved the Establishment of the Jazz Studies Concentration within the Bachelor of Arts in Music.

The proposed Jazz Studies Concentration is being transformed from a focus within the Performance Concentration into its own formal concentration. Students in the Jazz Studies Concentration will graduate as performers and composer/arrangers, while students in the existing Performance Concentration graduate as specialists on their chosen

instruments. The formalization of the program increases its standing with prospective students, and the term “concentration” has much more appeal to high school and transfer students seeking a jazz studies program.

Students complete 16 hours of jazz studies concentration coursework. The total hours required for the degree remains 120.

This report was received for record.

University of Illinois Investment Inventory Report,
December 31, 2008

(43) The comptroller presented this report as of December 31, 2008. A copy has been filed with the secretary of the Board.

This report was received for record.

Investment Report for the Quarter Ended December 31, 2008

(44) The comptroller presented this report as of December 31, 2008. A copy has been filed with the secretary of the Board.

This report was received for record.

Quality Improvement Report for March 2009,
University of Illinois Medical Center at Chicago

(45) This report prepared in compliance with the Joint Commission on Accreditation of Healthcare Organizations was presented to the Board for record. A copy has been filed with the secretary of the Board.

Capital Projects Status Report

(46) The comptroller presented this report of active projects in excess of \$5.0 million. A copy has been filed with the secretary of the Board.

This report was received for record.

Technology Commercialization Highlights, Fiscal Year 2009, 2nd Quarter

(47) The vice president for technology and economic development presented this report. A copy has been filed with the secretary of the Board.

This report was received for record.

Report of the Secretary: Chicago Campus Student Member of the University of Illinois Board of Trustees, 2008-2009

(48) As reported May 22, 2008, the Chicago campus held an election on April 16-17, 2008, for student trustee for 2008-2009 and James Winters received the most votes.

The total number of ballots cast for a student trustee on the UIC campuses—Chicago, Peoria, Rockford, and Urbana—was 1,544. Mr. Winters faced two other candidates in the election and the tally was:

| | |
|---------------|-----|
| James Winters | 703 |
| Chris Olson | 611 |
| Farooq Abbasi | 230 |

On February 17, 2009, Mr. Winters resigned from the position of student trustee due to medical and personal reasons.

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, Rasha Atallah, to select a student trustee to serve for the remainder of the term. Ms. Atallah appointed Elias Pittos to serve as student trustee from the Chicago campus through June 30, 2009. Vice Chancellor Henley concurred in this recommendation and forwarded it to Chancellor Paula Allen-Meares who accepted the recommendation.

At this meeting, Mr. Pittos will be installed as the student trustee to represent the Chicago campus through June 30, 2009.

This report was received for record.

SECRETARY'S REPORT

The secretary presented for record changes to academic appointments for contract year 2008-09, new hires, reappointed retirees, resignations, and notices of nonreappointment.

A copy has been filed with the secretary of the Board.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President White reported to the Board that the University had submitted proposals for the economic stimulus program and anticipated funding of several of these.

STUDENT TRUSTEES' REPORTS

Mr. Shah asked the student trustees for brief reports and called on Mr. McFarland first.

Mr. McFarland thanked all involved with the work and discussions that resulted in the fact that he was designated as the student trustee with the official, binding vote following the resignation of Mr. James Winters, former student trustee from the Chicago campus, who was designated as the student trustee with the vote. He said that the students at the Springfield campus look forward to hosting University of Illinois Day at the State Capitol when students from all three campuses will gather at the capitol to meet with legislators to urge them to support the University. He also reported that there are more candidates seeking election as student trustee than ever before. In closing, he said that the Springfield campus is planning a Springfest on campus this spring.

Mr. Shah then asked Mr. Pittos to report. Mr. Pittos, who was attending his first Board meeting as the student appointed to serve in the unexpired term of Mr. James Winters who resigned as student trustee in February, thanked the Board for its welcome to him.

Mr. Shah next asked Mr. Schmitt to report. Mr. Schmitt commented on the fees for students that were approved by referendum recently and said that some were refundable. He thanked Vice Chancellor Romano for streamlining the process by which students may receive refunds for certain fees. He reported that April 1 was to be the day that students from the three campuses gather with the Illinois Connection of the Alumni Association in Springfield at the State Capitol to meet State legislators and advocate for

more support for the University. He invited the members of the Board to join this group. In addition, he said that State Representative Chapin Rose had agreed to participate in a student tutorial about meeting legislators to request support for the University. He also told the Board that the Urbana campus recently hosted members of the Peoria Tribe's governance council.

ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD

Mr. Shah called attention to the schedule of the next two meetings: May 21, Chicago, and July 22-23, Chicago.

MOTION FOR EXECUTIVE SESSION

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

The motion was made by Mr. Eppley, seconded by Dr. Carroll, and approved.

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session was adjourned.

BOARD MEETING RESUMED

The Board meeting resumed briefly in regular session in order to adjourn in an open session.

There being no further business, the Board adjourned.

MICHELE M. THOMPSON
Secretary

NIRANJAN S. SHAH
Chair