

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

November 13, 1974



The November meeting of The Board of Trustees of the University of Illinois was held in Room 605, Chicago Circle Center, Chicago, Illinois, on Wednesday, November 13, 1974, beginning at 9:40 a.m.

President Earl M. Hughes called the meeting to order and asked the Secretary to call the roll. The following members of the Board were present: Mr. William D. Forsyth, Jr., Mr. Ralph C. Hahn, Mr. George W. Howard III, Mr. Earl M. Hughes, Mr. Park Livingston, Mr. Earl Langdon Neal, Mrs. Jane Hayes Rader, Mr. Russell W. Steger, Mr. Timothy W. Swain. Dr. Michael J. Bakalis and Governor Daniel Walker were absent. The following nonvoting student trustees were present: Mr. Michael Lee Conlon, Medical Center campus; Mr. Terry P. Cosgrove, Urbana-Champaign campus; Mr. Kim R. Gilbertsen, Chicago Circle campus.

Also present were President John E. Corbally; Dr. Eldon Johnson, Vice President for Governmental Relations and Public Service; Dr. Barry Munitz, Vice President for Academic Development and Coordination; Chancellor J. W. Peltason, Urbana-Champaign campus; Chancellor Joseph S. Begando, Medical Center campus; Chancellor Warren B. Cheston, Chicago Circle campus; Mr. J. Frederick Green, University Director for Capital Programs; Mr. George H. Bargh, Executive Assistant to the President; Mr. C. E. Flynn, Assistant to the President and University Director of Public Information; and the officers of the Board, Dr. Ronald W. Brady, Comptroller (also Vice President for Planning and Allocation for the University); Mr. R. R. Manchester, Treasurer; Dr. Earl W. Porter, Secretary; and Mr. James J. Costello, University Counsel.

MEETINGS OF BOARD COMMITTEES

President Hughes announced there would be no meetings of the Board Committees this month.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President's Reports

President Corbally presented a report on selected topics of current interest, copies of which were distributed at the meeting, and a copy was filed with the Secretary of the Board.

University Patents, Incorporated

President Corbally announced that calendar difficulties had made it impossible for representatives of UPI to attend the Board meeting for discussion of patent policies and procedures, but that arrangements would be completed for such representation at the December 1974 meeting.

Resignation of Warren B. Cheston, Chancellor at Chicago Circle

President Corbally presented a communication from Chancellor Cheston dated November 7, 1974, in which he announced his intent to resign effective at the end of the present contract year, August 31, 1975. The text of the letter follows:

November 7, 1974

John E. Corbally, President
University of Illinois

Dear President Corbally:

In the past several months, I have had an opportunity to review the events which have transpired and my experiences since joining the University of Illinois as Chancellor of the Chicago Circle campus on September 1, 1971. I have also been able to assess the influence of these events and experiences upon my family, friends, and immediate professional colleagues.

The result of this review and assessment is that I shall not seek reappointment as Chancellor at the end of my present contract period. My intentions for the period beyond August 31, 1975, are not yet fully determined; however, the decision that the Chancellorship is not among these intentions is irrevocable. I am notifying you of this at the present time to allow you to set in motion in an orderly manner the machinery to identify the third Chancellor of Chicago Circle.

Although I shall have numerous opportunities over the coming months to do so, at this time I wish to formally express my appreciation for the cooperation extended to me by you and the General Officers of the University. The many kindnesses of both a personal and professional nature granted me by Chancellor Begando and Chancellor Peltason elicit my special appreciation.

Finally, I wish to thank the Board of Trustees for offering me an opportunity to participate in the management of a great university and

for maintaining an environment which makes university management a rewarding professional experience.

Sincerely,
Warren B. Cheston
Chancellor

President Corbally expressed appreciation to Mr. Cheston for his services to the University. He further announced that he will soon set in motion procedures for selection of a new Chancellor at Chicago Circle.

University Budget for Fiscal Year 1976

The President called upon Vice President Brady and Mr. Harlan Bareither, Assistant Vice President for Planning, to provide background information related to the recommendation contained in Agenda Item No. (1): Amendment of the Operating Budget Request for Fiscal Year 1976. Messrs. Brady and Bareither presented visual materials related to salary and wage comparisons, and market and peer comparisons of employees at various levels, as well as introductory comments with regard to a "step plan" and its cost for nonacademic employees. The "step plan" was included in a general way in the budget presented in September 1974, but to further implement the plan would require changes in the University's *General Rules* as well as specific authority to implement it from the Board of Trustees. It was made clear that the policy issues will be brought before the Board within the coming months.

Following presentation of this information, the President asked the Board to consider and act upon Agenda Item No. (1), the text of which follows:

Amendment of the Operating Budget Request for Fiscal Year 1976

(1) On September 18, 1974, the Board of Trustees approved an operating budget request for FY 1976 which included salary increase funds in an amount to provide average increases of 9.5 per cent. At that time it was clear that economic conditions continued to be unstable and that, while the assumptions which supported the salary increase request would remain valid, updated information related to those assumptions could change the amounts required to meet salary needs of University personnel.

As of this date, a number of new studies have been completed concerning all types of salary levels, and the analysis of the cost-of-living impact by level of salary has been updated for the quarter ending September 30, 1974, and for the year to that date. This analysis shows clearly that the impact of inflation on the "marketbasket comparison" for both the recent quarter and year is between 11.9 per cent and 12.1 per cent. This result is, as expected, not significantly different from the recently published Consumer Price Index.

It is also clear from studies and comparisons which are incorporated into the President's Report at the November 1974 meeting of the Board of Trustees that a deficiency in salary levels for all categories and all campuses exists with respect to state and national levels.

It is therefore concluded that any increase of less than 12 per cent will not only cause the University to lag behind the measured cost of living, but indeed

would increase the already-existing salary deficiency level at the University of Illinois.

The currently approved FY 1976 operating budget request seeks \$26.9 million in additional support, an increase of 12.6 per cent on the base of FY 1975. If medically related expansion programs are removed from the request, the increase is 10.4 per cent. An increase from 9.5 per cent to 12 per cent for personal services adds \$3.7 million, for a total increase over 1975 of 14.3 per cent (12.1 percent without the medically related expansion). Table 1 (below) reflects these changes in dollars and in percentages.

It is clear that the economy remains unstable and it cannot be assumed that even these current data will remain correct as the appropriations process for FY 1976 moves along toward action in June 1975. We will continue to monitor the appropriate data and to bring to the Board quarterly reports of our salary needs for 1976. At this time, it is essential that we amend the request which is pending before the Board of Higher Education so that Board will have the benefit of current data. These data show that the rationale which originally led me to recommend salary increases for FY 1976 averaging 9.5 per cent now supports increases averaging 12 per cent.

I, therefore, recommend that the operating budget request for FY 1976 be amended to include personal services increases averaging 12 per cent and that this amendment be transmitted to the Board of Higher Education. I further recommend that the studies which led to this amendment be continued and that this Board be prepared to forward further recommendations when and if the data warrant such recommendations.

Table 1
FY 1976 Operating Budget Request
(Thousands of Dollars)

		Per Cent of Request
Personal Services — 12.0% ¹	\$19 236 3	62.89
Price Increases		
General — 11%.....	\$2 632 6	
Utilities.....	\$2 275 2	
Subtotal.....	\$ 4 907 8	16.05
Opening New Buildings.....	\$ 184 0	.61
Health Professions		
Medical Center.....	\$3 940 6	
College of Veterinary Medicine.....	\$ 200 0	
Subtotal.....	\$ 4 140 6	13.53
Student Loan Matching Funds.....	\$ 121 5	.39
Programmed Elimination of Deficiencies.....	\$ 2 000 0	6.53
FY 1976 Request.....	\$30 590 2	100.00
Increase Over FY 1975 Base.....	14.3%	
SEPARATE ITEMS:		
Veterinary Diagnostic Laboratory ²	\$ 39 6	
Division of Services for Crippled Children ³	\$ 1 076 4	
Remodeling — Projects under \$100,000.....	\$ 462 5	
Cooperative Extension Service.....	\$ 174 8	
Total — All Items.....	\$32 343 5	

NOTE: Per Cent Increase = $(5\% \times 2/12 \times 12\% \times 10/12) = 10.8\%$

¹ Personal Services Base \$177,571.1

² Base Personal Services \$272.8

³ Other \$ 90.8 (11% is applied)

⁴ DSCC Personal Services Base \$801.9

On motion of Mr. Swain, these recommendations were approved by the following vote: Aye, Mr. Hahn, Mr. Hughes, Mr. Livingston, Mrs. Rader, Mr. Steger, Mr. Swain; no, Mr. Forsyth, Mr. Howard, Mr. Neal; absent, Dr. Bakalis, Governor Walker.

OLD AND NEW BUSINESS

Springer Lake Project

Mr. Walter Keith, Director of Robert Allerton Park, presented a status report upon the action of the Board taken at the September meeting with regard to the implementation of recommendations of the Harza Report and the extent to which the Memorandum of Agreement of 1970 had been complied with.

Mr. Keith indicated that he had held discussions with the major parties to the Agreement, that letters and questions had been sent to each, and that responses were now being received. When this task has been accomplished, further discussions may be necessary before the administration will be able to make specific recommendations to the Board. He noted that a fundamental issue was the degree to which a "binding agreement" is possible. He noted that the Chicago District Corps of Engineers cannot sign such an agreement. He also said the Chief of Engineers may be able to enter into such an agreement, but this is not known.

With regard to a restudy of the 1970 Memorandum of Agreement, Mr. Keith indicated that it should be noted that the document is a statement of principle, concepts, objectives, defining characteristics, and guidelines, not a detailed set of specifications, and that the authors and parties to the agreement realized that further refinements would be necessary. He pointed out that, in the four years since the signing of the agreement, some, but not all, of its provisions have been implemented: (1) the State of Illinois still serves as its sponsor — conditionally; (2) the State of Illinois has not transferred the water function to the city of Decatur; (3) operational plans have not been developed (the discussion concerning the Harza Report and the Memorandum of Agreement is beginning this process of developing an operational plan); (4) the Sangamon River Basin Committee has not been formed as outlined in the agreement; and (5) the cost estimate of \$55,000,000 for 1970 has been outdated by a current figure of \$110,000,000.

Finally, Mr. Keith noted that the administrative study and review will be limited to materials now in hand. The final Environmental Impact Statement and the General Design Memorandum from the Corps of Engineers will not be publicly available until early January for the first and early February for the second.

In the course of general discussion, Mr. Livingston moved that the Board of Trustees withdraw its support of the project until the Harza Report recommendations were incorporated in the construction contract.

It was pointed out that this would be a repudiation of the University of Illinois' participation in the Memorandum of Agreement and that there remained the opportunity to participate in discussions relating to the project, in particular, to attempt to influence the design memorandum.

Mr. Neal thereupon presented a motion (upon the reading of which Mr. Livingston withdrew his motion): That the Board of Trustees refer to the General Policy Committee for its study and recommendation the following resolution:

That the Board of Trustees, having considered the Memorandum of Agreement and having reviewed the University of Illinois position concerning the Springer Lake Project, now resolves:

That the University of Illinois no longer supports the project as now constituted and that this statement be transmitted to the appropriate authorities for their attention.

This motion was adopted by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

Long-Range Planning, Willard Airport

President Corbally presented the following comment with regard to this subject:

Last spring you received the consultant's report concerning long-range planning for the University of Illinois-Willard Airport. A — if not the — big problem relates to the commercial operations aspect of the Airport — those activities which are primarily related to commercial passenger operations and for which facilities beyond those required by our instructional and research activities are necessary. The consultant's report provides information concerning several alternative ways in which such commercial operations at the Airport can be administered and funded. These alternatives have been under study in the Urbana-Champaign community and on the Urbana-Champaign campus and are also under study in the Department of Transportation of the State of Illinois.

Tentative administrative conclusions have been reached which lean toward the concept that the University should seek special authority and special funding outside of our educational authority and funds on behalf of the commercial operations of Willard Airport. These conclusions and steps necessary to achieve their objectives are now under study at the University level. My purpose in mentioning this topic today is simply to alert you to the fact that this matter is under active study and that recommendations related to this matter will soon be discussed with the Finance Committee of the Board and may be before you in December for action.

Communications

The Trustees considered requests from the following individuals asking to be heard at the December 1974 meeting with regard to the terminal appointment issued to Assistant Professor Robert Byars: Keith Volgman, a student, apparently from UGSA; Stephen A. Douglas, Associate Professor of Political Science, Urbana.

Mr. Earl M. Hughes, President of the Board, presented the following statement for action:

The Board calls attention to the fact that appropriate review procedures for nonreappointment actions exist at each of the campuses. The Trustees do not wish to further extend such reviews. Accordingly, the requests are denied.

On motion of Mr. Steger, the statement was approved without dissent.

University Response Concerning the Establishment of a Law School in Springfield

President Corbally presented and distributed copies of the University's response concerning this subject as prescribed by action of the Board of Trustees in October.

REGULAR AGENDA

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

Award of Certified Public Accountant Certificates

(2) The Committee on Accountancy recommends that the certificate of Certified Public Accountant be awarded, under Section 5 of the Illinois Accountancy Act of 1943, as amended, to six candidates who have presented evidence that they are holders of valid and unrevoked Certified Public Accountant certificates obtained by passing a standard written examination in another state or territory of the United States and who qualify in all other respects under this provision of the law. The names of the candidates are filed with the Secretary.

I concur.

On motion of Mr. Forsyth, these certificates were awarded.

Advisory Committee, College of Commerce and Business Administration, Urbana

(3) The Dean of the College of Commerce and Business Administration has recommended to the Chancellor at Urbana-Champaign the following new appointments to the Advisory Committee for that College, the terms to expire on August 31, 1978.

JAMES F. BICKERS, JR., Senior Vice President, R. R. Donnelley & Sons Company, Chicago

DERRICK L. BREWSTER, Vice President, Sales, Inland Steel Company, Chicago

CHARLES S. BROWN, Executive Vice President, Administration, Abbott Laboratories, North Chicago

DAVID W. DENTON, Vice President, Employee Relations, Zenith Radio Corporation, Chicago

W. E. HASKELL, Vice President and General Manager, United States Steel Corporation, Chicago

CLINTON B. HENDERSON, Partner, Main Lafrentz & Co., Chicago

PRESTON KAVANAGH, Division Vice President, Commonwealth Edison, Chicago

R. A. LIEBIG, Vice President, Moorman Mfg. Co., Quincy

ROBERT D. McEVERS, Senior Vice President, The First National Bank of Chicago, Chicago

L. W. NORTHRUP, President, Hartford Plaza Bank, Chicago

H. R. SPURWAY, President, Carson Pirie Scott & Co., Chicago

W. J. SWARTZ, Assistant Vice President, Santa Fe Industries, Inc., Chicago

ROBERT D. TUTTLE, Executive Vice President, Illinois Tool Works, Inc., Chicago

The Chancellor concurs in these recommendations.

I recommend approval.

On motion of Mr. Forsyth, these appointments were approved.

Headship of the Department of Forestry, Urbana

(4) The Dean of the College of Agriculture has recommended to the Chancellor at Urbana-Champaign the appointment of Dr. I. Irving Holland, presently Professor of Forestry Economics and Associate Head of the Department of Forestry, as Head of the Department of Forestry, effective November 14, 1974, on a twelve-month service basis, at an annual salary of \$29,610.

Professor Holland who has been serving in the capacity of Acting Head will succeed Professor William R. Boggess who retired September 1, 1973.

The nomination was made after consultation with members of the faculty of the Department, the Associate Deans of the College of Agriculture, and the Vice Chancellor for Academic Affairs. The Chancellor at Urbana-Champaign approves the recommendation and the Vice President for Academic Development and Coordination concurs.

I recommend approval.

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

Appointments to the Faculty

(5) The following new appointments to the faculty of the rank of Assistant Professor and above, and to certain administrative positions, have been approved since the previous meeting of the Board of Trustees.

Positions in the University are classified in the following categories and are designated in the budget by the symbols indicated:

A — Indefinite tenure

P — Indefinite tenure, part-time service only

N — Term appointment not eligible to be appointed for an indefinite term and not credited toward probationary period

Q — Initial term appointment for a Professor or Associate Professor

T — Terminal appointment, accompanied with or preceded by notice of nonreappointment

W — One-year appointment subject to special written agreement

Y — Twelve months' service basis

1-7 — Indicates the number of years of service which will be credited at the end of the contract period toward completion of the probationary period relating to tenure

Figures following a symbol indicate percentage of time if the appointment is on a part-time basis (e.g., N75 means one year on three-fourths time).

Chicago Circle

1. **ARTHUR I. NEYHUS**, Associate Professor of Education, on 66 per cent time, and Director of Child Study Facilities — Urban Education Research, on 34 per cent time, beginning September 1, 1974 (A66, N34), at an annual salary of \$23,000.

Medical Center

2. DEAN R. BORDEAUX, Associate Professor of Family Practice, on 50 per cent time, and Acting Chairman of Family Practice, Peoria School of Medicine, beginning November 1, 1974 (PY50, NY), at an annual salary of \$17,800.
3. DAVID D. BROCKMAN, Clinical Associate Professor of Psychiatry, The Abraham Lincoln School of Medicine, on 10 per cent time, beginning September 1, 1974 (NY10), at an annual salary of \$3,000.
4. ROBERT J. BUSCHMANN, Assistant Professor of Pathology, The Abraham Lincoln School of Medicine, on 10 per cent time, beginning September 1, 1974 (NY10), at an annual salary of \$2,000.
5. IMMACULA CANTAVE, Assistant Professor of Pathology, The Abraham Lincoln School of Medicine, on 5 per cent time, beginning September 1, 1974 (NY5), at an annual salary of \$1,500.
6. BRUCE L. CURRIE, Assistant Professor of Medicinal Chemistry, College of Pharmacy, beginning September 1, 1974 (1Y), at an annual salary of \$19,000.
7. GEORGE J. DICKISON, Clinical Assistant Professor of Dermatology, Peoria School of Medicine, on 20 per cent time, beginning October 1, 1974 (NY20), at an annual salary of \$6,000.
8. Mr JA KIM, Assistant Professor of Medical-Surgical Nursing, College of Nursing, beginning January 6, 1975 (1), at an annual salary of \$15,600.
9. BRITOMAR H. LATHROP, Assistant Professor of Psychology, Rockford School of Medicine, on 50 per cent time, beginning September 1, 1974 (NY50), at an annual salary of \$14,000.
10. WILLIAM LIMPINSEL, Assistant Professor of Operative Dentistry, College of Dentistry, on 50 per cent time, beginning October 1, 1974 (NY50), at an annual salary of \$9,000.
11. VINCENT S. MADISON, Assistant Professor of Medicinal Chemistry, College of Pharmacy, beginning January 1, 1975 (1Y), at an annual salary of \$17,500.
12. MYRTLE H. MASON, Assistant Professor of Psychiatry, The Abraham Lincoln School of Medicine, on 15 per cent time, beginning September 1, 1974 (NY15), at an annual salary of \$4,500.
13. JAMES D. MORGANELLI, Assistant Professor of Operative Dentistry, College of Dentistry, on 50 per cent time, beginning October 1, 1974 (NY50), at an annual salary of \$9,000.
14. SABYASACHI MUKHERJEE, Assistant Professor of Periodontics, College of Dentistry, beginning September 1, 1974 (1Y), at an annual salary of \$18,000.
15. FRED W. SCHOMBURG, Assistant Professor of Operative Dentistry, College of Dentistry, on 60 per cent time, beginning October 1, 1974 (1Y60), at an annual salary of \$12,000.
16. CARL W. SODERSTROM, JR., Clinical Assistant Professor of Dermatology, Peoria School of Medicine, on 20 per cent time, beginning October 1, 1974 (NY20), at an annual salary of \$6,000.
17. ALFRED P. TEOLI, Associate Professor in Illustration Studios (nonsalaried) and in Curriculum of Medical Art (nonsalaried), and Associate Professor, School of Associated Medical Sciences, beginning September 1, 1974 (QY), at an annual salary of \$18,400.
18. ANNA M. TICHY, Assistant Professor of General Nursing, College of Nursing, beginning September 1, 1974 (1Y), at an annual salary of \$18,000.
19. CLARENCE TOWNS, JR., Assistant Professor of Histology, College of Dentistry, on 30 per cent time, beginning October 1, 1974 (NY30), at an annual salary of \$5,400.

Urbana-Champaign

20. HELEN S. FARMER, Assistant Professor, Office for Study of Continuing Professional Education, on 50 per cent time, in Extramural Classes, on 27 per cent

time, and in the College of Education, on 23 per cent time, beginning August 21, 1974 (W), at an annual salary of \$11,000.

21. EUGENE H. PASCHAL, II, Assistant Professor of Agronomy in the Center for International Comparative Studies and Assistant Professor of Agronomy, beginning September 27, 1974 (1Y), at an annual salary of \$17,820.

Administrative Staff

22. DEAN BARRINGER, Executive Assistant to Vice President for Planning and Allocation, beginning September 21, 1974 (NY), at an annual salary of \$32,900.
23. LARRY E. MATEJKA, Director of Student Financial Aids, Urbana, beginning January 1, 1975 (NY), at an annual salary of \$24,000.
24. THOMAS M. O'KEEFE, Associate Vice President for Academic Development, effective November 1, 1974 (NY). This is in addition to his present appointment as Director of Policy Analysis and Evaluation and involves no increase in salary (present salary \$37,500).

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

Nonsalaried Faculty of the College of Medicine for 1974-75

(6) On recommendation of the Chancellor at the Medical Center, I have approved appointments and reappointments to the nonsalaried faculty of the College of Medicine for the academic year beginning September 1, 1974. The list of these appointments is being filed with the Secretary of the Board for record, and his office will issue the usual notices of appointment.

Following is a summary of the number of appointments in each department. The total number of persons is 2,162, of whom 96 are on *emeritus* status. The total for 1973-74 was 2,167 of whom 101 were on *emeritus* status.

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

Nonsalaried Faculty of the College of Medicine, 1974-75

Peoria School of Medicine

Basic Sciences	8
Dermatology	4
Family Practice	35
Medicine	19
Obstetrics and Gynecology	3
Pathology	12
Pediatrics	10
Preventive Medicine	12
Psychiatry	9
Radiology	10
Rehabilitation Medicine	6
Surgery	<u>51</u>

School Total 179

Rockford School of Medicine 220

School of Basic Medical Sciences, Urbana 272

School of Basic Medical Sciences, Medical Center

Anatomy	7
Biological Chemistry	5
Center for Genetics	1
Microbiology	10 (1)
Pharmacology	5
Physiology	<u>1 (1)</u>

School Total 29 (2)

The Abraham Lincoln School of Medicine

Anesthesiology.....	34	
Center for Craniofacial Anomalies.....	2	
Dermatology.....	26	(6)
Family Practice	57	
Medical Social Work	7	
Medicine.....	391	(26)
Neurology.....	8	(1)
Neurosurgery	20	
Obstetrics and Gynecology.....	101	(5)
Ophthalmology.....	60	(3)
Orthopaedics	43	(3)
Otolaryngology.....	56	(10)
Pathology	91	(3)
Pediatrics	98	(11)
Physical Medicine and Rehabilitation	20	(1)
Preventive Medicine and Community Health	13	(1)
Psychiatry	159	(2)
Radiology	54	(3)
Surgery	186	(15)
Urology.....	19	(3)
<i>School Total</i>	1445	(94)
Center for Educational Development	5	
School of Associated Medical Sciences		
Occupational Therapy	12	
<i>Grand Total</i>	2162	(96)

() = Emeritus

Program of Administrator Evaluation

(7) At the request of the President of the University, the Chairman of the University Senates Conference in July 1973 appointed a Study Group on the Evaluation of University Administrators. The group, made up of faculty as well as administrators, was asked to study University policy and procedural guidelines for the evaluation of administrative performance.

The Trustees have received copies of the "Report of the Study Group on Administrator Evaluation," together with a letter from the Chairman of the University Senates Conference outlining the reaction of the Conference after review of the report and containing recommendations from the Conference for the implementation of an administrator evaluation program.

Administrative review of the report of the Study Group is already under way. The other recommendations of the Conference will be followed in due course, including the assignment to the University Senates Conference of the responsibility for follow-up review and advice. Consistent with those recommendations, I now ask that the Board of Trustees:

1. Affirm its policy that the performance of academic administrators should be evaluated regularly; and
2. Authorize for a trial period of between two and four years (as may later be the advice of the President, approved by the Board) implementation of the practice in a manner consistent with the principles and other provisions contained in the June 1974 "Report of the Study Group on Administrator Evaluation."

On motion of Mr. Hahn, this policy was affirmed and authority was given as requested.

Membership in the Planning Council on Computing in Education and Research

(8) The University of Illinois has been invited to become a member institution of the Planning Council on Computing in Education and Research together with nineteen other institutions of higher education.¹ The Planning Council is a part of Interuniversity Communications Council, Inc. (EDUCOM), a not-for-profit organization incorporated to promote resource-sharing in the application of computing and other technology in higher education. The University is a member of EDUCOM.

The Planning Council will attempt to develop appropriate methods of sharing of computer resources in higher education, including investigation of the feasibility of creating a national educational computer network; provision of information to improve decision-making with respect to provision of computing services within individual universities and colleges; and provision of a coherent voice with which higher education can communicate with the Federal government on issues related to educational computing.

The Planning Council is initially established for five years. Each member is requested to commit itself to a \$10,000 annual membership fee, the initial fee to be paid upon execution of a membership agreement and subsequent annual fees to be paid on July 1 each year through July 1, 1978. However, the University may withdraw from membership effective as of June 30, 1977, if it so determines. Funds will be provided from General University Unassigned-Expense for this membership. A copy of the standard membership agreement is on file with the Secretary of the Board of Trustees.

The Vice President for Academic Development and Coordination, the Vice President for Planning and Allocation, and other appropriate administrative officers have recommended University participation.

I recommend that the Board of Trustees approve membership of the University of Illinois in the Planning Council on Computing in Education and Research and the execution of the Membership Agreement, with the understanding that the University's commitment to pay the annual fee for the four years after the current year is subject to the availability of funds for this purpose.

On motion of Mr. Forsyth, this recommendation was approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

Remodeling of Low Rise Portion of Chicago Circle Center, Chicago

(9) The President of the University, with the concurrence of appropriate administrative officers, recommends approval, as a "noninstructional facility," of a project to enclose at ground level the east and west sides of the center section of the low rise portion of the Chicago Circle Center.

There is currently a need for space for information and distribution booths and bulletin board space in the Chicago Circle Center. This project will create an entrance lobby at grade level, containing a central information desk and spaces for booths for use by student organizations and other approved users. The enclosed space will eliminate drafts in the cafeteria area and, in general, improve working

¹ The members presently identified are: Brown University, Carnegie-Mellon University, Case Western Reserve University, Dartmouth College, Harvard University, Lehigh University, Massachusetts Institute of Technology, Princeton University, Stanford University, University of California, The University of Michigan, The University of North Carolina, University of Texas, and Yale University. Six additional institutions will be invited to participate.

conditions in the building. The remodeling will also facilitate use of the various facilities in the center by wheelchair and other users.

It is estimated that the total project will cost \$121,500. Funds for this project will be provided from the Chicago Circle Bond Fund.

Approval is requested subject to further action by the Board of Higher Education.

On motion of Mr. Livingston, this recommendation was approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

Contract for Remodeling Married Student Housing (MS-4), Urbana

(10) The President of the University, with the concurrence of appropriate administrative officers, recommends award of a contract in the amount of \$71,828 to Dean Evans Co., Champaign, the low bidder, for enclosing twenty-one stairway entrances in the Orchard Downs Housing Project at the Urbana campus.

In 1968, twenty-one low cost housing units were constructed in the Orchard Downs Housing area south of George Huff Drive. By 1972, experience had indicated that the open entryways on each side of the building resulted in excessive maintenance to the stairway and adjacent area. In July, 1972, the Board of Trustees authorized a project to enclose one of the entryways of each building to reduce this maintenance and to provide greater safety and comfort to the residence by eliminating ice, snow, and water that now collects in the entry stairs and landing. This project was successful and it is now proposed to enclose the other entryway of each building in the same manner.

The following bids for this work were received by the University on October 25, 1974:

	<i>Base Bid</i>
Dean Evans Co., Champaign	\$71 828 00
Barber & DeAtley, Inc., Urbana	\$78 798 00
Lyman-Wikoff, Inc., Champaign	\$88 297 44

The work will consist of newly constructed steps, an enclosure of vertical siding compatible with the existing siding and an entry door with window and new lighting. This work will not result in any increase in the rental rate.

Funds for this work are available from the unexpended balances of the original sale of revenue bonds.

On motion of Mr. Livingston, this contract was awarded by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

Activation of FM Radio Station, Chicago Campuses

(11) On June 20, 1973, the Board approved an application to the Federal Communications Commission for a license and construction permit for a 10-watt FM educational radio station, to be owned by the University and utilized jointly by the Chicago Circle and Medical Center campuses. The application now has been approved by the Commission.

The Chancellors of the Chicago campuses appointed a joint study committee of faculty and staff members from such departments as Instructional Resources,

Public Information, and Speech and Theater to recommend initial steps for activation of the station.

Upon reviewing the recommendations, the Chancellors now recommend that \$20,000 be allocated from current resources for the first year's operation. Existing studio facilities at the Medical Center and Chicago Circle campus will be utilized, with transmitter and master control at Chicago Circle. The budget will provide for minimal staffing, additional services being supplied by staff members currently employed in other capacities at the Chicago campuses.

I recommend approval.

On motion of Mr. Swain, this recommendation was approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

Purchases

(12) The President submitted, with his concurrence, a list of purchases recommended by the Directors of Purchases and the Vice President for Planning and Allocation.

The purchases were made from institutional funds, a term designating funds received by the University under contracts with the United States government, contracts with private corporations and other organizations, funds from foundation grants, and grants from corporations and other donors, and University revolving funds authorized by law.

The total amount of these purchases recommended from institutional funds was \$462,320.46.

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, and a copy is being filed with the Secretary of the Board for record.

On motion of Mr. Forsyth, the purchases recommended were authorized by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

Report of Purchases Approved by the Vice President for Planning and Allocation

(13) The Vice President for Planning and Allocation also submitted a report of purchases approved by him on recommendation of the Directors of Purchases in amounts of \$7,500 to \$10,000, and a report of bids taken in behalf of the Capital Development Board. A copy of this report is filed with the Secretary.

This report was received for record.

The Comptroller's Monthly Report of Contracts Executed

(14) The Comptroller's monthly report of contracts executed was presented.

Medical Center

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
State of Illinois — Department of Mental Health	Provide physicians' services at Chicago-Read Mental Health Center	\$ 253 147
<i>Total</i>		<u>\$ 253 147</u>

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
East Central Illinois Medical Education Foundation (Sub-contract under HEW NIH-24380)	Develop and conduct a family practice residency program in Danville, Illinois	\$ 70 992
Northwestern University (Sub-contract under HEW PHS No. 1 AI 22529)	Data collection services	20 773
University of Iowa (Sub-contract under HEW PHS No. 1 R01 00820-02)	Measure natural levels of mercury in infants and mothers	12 926
<i>Total</i>		\$ 104 691

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
United States Department of Health, Education, and Welfare NIH-74-C-385CC	Provide freeze-dried BCG vaccine	\$ 152 400
<i>Total</i>		\$ 152 400

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
Reliable Sheet Metal Works, Inc.	Cost-plus contract — metal work: Installation of air conditioning units in Intensive Care Units, Hospital Addition	\$ 8 972
<i>Total</i>		\$ 8 972

Urbana-Champaign

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
Hoechst Pharmaceuticals, Inc.	Determine the anticipated dose level of Flavomycin in feed	\$ 11 964
Loyola University of Chicago	Widowhood support survey	103 155
Monsanto Company	Ion implantation in GaAs "P"	10 072
Regional Health Resource Center	Develop biomedical engineering team activity for area hospitals and clinics	8 700
Sierra Nevada Corporation	Two-dimensional cloud modeling	28 962
State of Illinois — Department of Agriculture	Provide diagnostic services of the College of Veterinary Medicine	261 550
Department of Conservation	Hydrologic study of Illinois Beach State Park	25 000
Institute for Environmental Quality No. 20.051	Design a restoration and management program for the Fox Chain of Lakes	43 500
Office of the Energy Coordinator	Develop energy conservation policies	9 500
Union Carbide Corporation 4164	Prestressed concrete nuclear reactor vessels	75 000
United States Army: DAAD05-75-C-0727	Vigorous ignition of solid propellants	20 000
DAHC04-75-G-0041	Separated flows in transonic and subsonic flow regimes	14 985
University of Minnesota	O ₃ and NO ₂ toxicity in normal and antioxidant-fed animals	10 000
<i>Total</i>		\$ 622 388

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
The Athletic Association of the University of Illinois	Provide services and facilities of the Ice Rink for physical education and intramural programs	\$ 24 900
Lawrence Eaton, state's attorney of Piatt County, Illinois	Payment in lieu of taxes for services rendered University property	33 806
University of Kentucky Research Foundation (Sub-contract under FDA 74-178)	Develop a model to correlate drug levels in plasma with levels in various tissues	24 900
<i>Total</i>		\$ 83 606

Leases

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
Illini Publishing Company	Renewal of lease of space in various buildings for operation of a radio station and publications for the period July 1, 1974, to June 30, 1975	\$ 10 304
<i>Total</i>		<u>\$ 10 304</u>

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
National Aeronautics and Space Administration: NGL14-005-140	Fluid dynamics and heat transfer problems of propulsion systems	\$ 30 000
NGL14-005-176	Spectrographic investigation of the atmosphere of Jupiter	9 544
State of Illinois — State Library	Program for library evaluation and planning	100 308
United States Air Force AFOSR-70-1947	Executive programming information systems	15 185
United States Army DAAB07-72-C-0259	Advanced progress in military electronics	1 020 000
United States Atomic Energy Commission AT(11-1)-2007	Advanced methods for nuclear reactor gas laser coupling	154 010
United States Department of Transportation DOT-FH-11-8474	Zero maintenance pavement study	31 414
<i>Total</i>		<u>\$1 360 461</u>

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
Gladney Brothers	Cost-plus contract — general work: Masonry work required in restoration of Agronomy Seed House	\$ 21 000
	Masonry work required in restoration of Mumford Hall	10 200
	Roofing work on Orchard Downs South	17 200
<i>Total</i>		<u>\$ 48 400</u>

Summary

Amount to be paid to the University:	
Medical Center.....	\$ 405 547
Urbana-Champaign.....	1 993 133
<i>Total</i>	<u>\$2 398 700</u>
Amount to be paid by the University:	
Medical Center.....	\$ 113 663
Urbana-Champaign.....	132 006
<i>Total</i>	<u>\$ 245 669</u>

This report was received for record.

Investment Report

Transactions during the Months of July, August, and September 1974

Report of the Finance Committee

(15) The Finance Committee reported the following changes in investments of endowment funds:

<i>Date</i>	<i>Security</i>	<i>Yield (Per Cent)</i>	<i>Amount</i>
<i>Endowment Pool</i>			
<i>Sales:</i>			
7/19	27 shares Arlan's Department Stores common stock . .	\$	54
7/19	53 shares Central Telephone and Utilities common stock		738 27
7/19	77 shares Continental common stock		2 066 69

<i>Date</i>	<i>Security</i>	<i>Yield (Per Cent)</i>	<i>Amount</i>
7/19	9 shares Continental 2.50 cm cv Series A preferred stock		\$ 262 06
7/19	62 shares Empire District Electric common stock		705 28
7/19	33 shares Marathon Oil common stock		1 050 20
7/19	23 shares Marine Midland Banks common stock		460 00
7/19	24 shares Niagara Mohawk Power common stock		216 00
7/19	40 shares Northern States Power common stock		780 00
7/19	22 shares Phelps Dodge common stock		745 50
7/19	21 shares Phillips Petroleum common stock		955 50
7/19	22 shares Public Service Electric and Gas common stock		280 50
7/19	24 shares Super Valu Stores common stock		381 54
Purchases:			
7/15	\$50 000 International Harvester Credit demand notes	9.42	50 000 00
7/19	97 000 CIT Financial demand notes	9.42	97 000 00
7/19	23 000 International Harvester Credit demand notes	9.42	23 000 00
7/26	8 000 Associates demand notes	9.42	8 000 00
8/29	17 000 Hertz demand notes	9.70	17 000 00
9/3	18 000 CIT Financial demand notes	10.11	18 000 00
9/23	2 000 International Harvester Credit demand notes	9.97	2 000 00
9/24	3 000 Ford Motor Credit demand notes	9.97	3 000 00
Miller			
Sales:			
8/8	1 000 shares Merck common stock		65 935 47
8/8	600 shares Pepsico common stock		29 343 77
Purchases:			
8/8	\$66 000 General Motors Acceptance demand notes	9.47	66 000 00
8/9	30 000 General Motors Acceptance demand notes	9.47	30 000 00

Report of the Comptroller

The Comptroller reported the following changes in investments of current and unexpended plant funds, which he has been authorized to make:

<i>Date</i>	<i>Security</i>	<i>Yield (Per Cent)</i>	<i>Amount</i>
Restricted Funds			
JETS			
Purchase:			
8/26	\$50 000 U.S. Treasury bills due 2/20/75	10.09	\$ 47 623 33
Medical Service Plan — Medical Center			
Sales:			
9/24	\$ 29 000 CIT Financial demand notes	9.97	29 000 00
9/24	9 000 Commercial Credit demand notes	9.97	9 000 00
9/24	102 000 Ford Motor Credit demand notes	9.97	102 000 00
9/24	12 000 General Motors Acceptance demand notes	9.97	12 000 00
9/24	262 000 Household Finance demand notes	9.97	262 000 00
Purchases:			
7/24	\$ 400 000 Montgomery Ward 9½ per cent note due 11/26/74	9.50	400 000 00
8/8	29 000 CIT Financial demand notes	9.70	29 000 00
8/8	9 000 Commercial Credit demand notes	9.42	9 000 00
8/8	12 000 Ford Motor Credit demand notes	9.47	12 000 00
8/23	100 000 First National Bank of Chicago 12 per cent certificate of deposit due 1/22/75	12.00	100 000 00
9/23	425 000 U.S. Treasury bills due 6/3/75	8.44	401 200 00
9/24	1 000 000 Federal Home Loan Banks notes due 2/11/75	9.27	965 194 44

<i>Date</i>		<i>Security</i>	<i>Yield (Per Cent)</i>	<i>Amount</i>
<i>Chicago Circle Current</i>				
<i>Sales:</i>				
7/5	\$209 000	Associates demand notes.....	9.42	\$ 209 000 00
7/5	193 000	CIT Financial demand notes.....	9.42	193 000 00
7/5	72 000	General Motors Acceptance demand notes..	9.47	72 000 00
7/5	26 000	International Harvester Credit demand notes	9.42	26 000 00
7/15	200 000	General Motors Acceptance demand notes..	9.47	200 000 00
7/16	500 000	General Motors Acceptance demand notes..	9.47	500 000 00
7/30	200 000	Household Finance demand notes.....	9.70	200 000 00
8/1	400 000	General Motors Acceptance demand notes..	9.47	400 000 00
8/13	139 000	Ford Motor Credit demand notes.....	9.47	139 000 00
8/13	89 000	General Motors Acceptance demand notes..	9.47	89 000 00
8/13	72 000	Household Finance demand notes.....	9.42	72 000 00
9/9	200 000	U.S. Treasury bills due 8/26/75.....	9.40	183 122 22
<i>Purchases:</i>				
7/19	\$ 500 000	First National Bank of Chicago 10½ per cent certificate of deposit due 11/15/74...	10.13	500 000 00
8/27	550 000	U.S. Treasury bills due 8/26/75.....	10.34	497 924 62
9/3	500 000	First National Bank of Chicago 12¼ per cent certificate of deposit due 11/12/74...	12.25	500 000 00
9/20	300 000	U.S. Treasury bills due 6/3/75.....	8.95	282 040 34
9/25	1 000 000	Continental Illinois National Bank 11 per cent certificate of deposit due 10/31/74..	11.00	1 000 000 00
<i>Medical Center Current</i>				
<i>Sales:</i>				
9/13	\$253 000	General Motors Acceptance demand notes..	9.97	253 000 00
9/13	47 000	International Harvester demand notes.....	10.39	47 000 00
9/26	871 000	Ford Motor Credit demand notes.....	9.73	871 000 00
9/26	440 000	Household Finance demand notes.....	9.70	440 000 00
9/26	959 000	International Harvester demand notes.....	9.97	959 000 00
<i>Purchases:</i>				
7/1	\$ 700 000	Sears Roebuck Acceptance 10½ per cent note due 9/3/74.....	10.50	700 000 00
7/8	500 000	Sears Roebuck Acceptance 10½ per cent note due 9/17/74.....	10.50	500 000 00
7/30	1 500 000	First National Bank of Chicago 11¾ per cent certificate of deposit due 9/17/74...	11.75	1 500 000 00
8/2	500 000	First National Bank of Chicago 11¾ per cent certificate of deposit due 9/30/74...	11.75	500 000 00
8/29	500 000	First National Bank of Chicago 11¾ per cent certificate of deposit due 9/30/74...	11.75	500 000 00
8/30	1 000 000	First National Bank of Chicago 12.30 per cent certificate of deposit due 1/6/75....	12.30	1 000 000 00
9/6	1 000 000	First National Bank of Chicago 11¾ per cent certificate of deposit due 10/15/74..	11.75	1 000 000 00
9/11	600 000	First National Bank of Chicago 11½ per cent certificate of deposit due 11/12/74..	11.50	600 000 00
9/17	1 000 000	First National Bank of Chicago 11½ per cent certificate of deposit due 11/26/74..	11.63	1 000 000 00
9/17	200 000	First National Bank of Chicago 11½ per cent certificate of deposit due 12/3/74....	11.63	200 000 00
9/25	1 000 000	Continental Illinois National Bank 11 per cent certificate of deposit due 10/29/74..	11.00	1 000 000 00
9/26	200 000	Tennessee Valley Authority note due 10/31/74.....	9.08	198 250 00
9/26	800 000	First National Bank of Chicago 10¾ per cent certificate of deposit due 12/10/74..	10.75	800 000 00
9/29	2 000 000	Continental Illinois National Bank 12.20 per cent certificate of deposit due 12/27/74 dated 8/30/74.....	11.51	2 005 465 26

<i>Date</i>		<i>Security</i>	<i>Yield (Per Cent)</i>	<i>Amount</i>
<i>Urbana-Champaign Current</i>				
<i>Sales:</i>				
7/15	\$1 000 000	U.S. Treasury bills due 10/10/74....	7.67	\$ 981 796 67
7/16	1 000 000	U.S. Treasury bills due 10/10/74....	7.55	982 291 67
7/18	1 000 000	U.S. Treasury bills due 12/12/74....	7.87	968 853 33
7/31	1 000 000	First National Bank of Chicago 12½ per cent certificate of deposit due 10/3/74 dated 7/5/74.....	12.26	999 771 06
8/6	1 000 000	First National Bank of Chicago 12.10 per cent certificate of deposit due 8/19/74 dated 6/28/74.....	11.32	999 945 99
8/8	1 000 000	Federal Intermediate Credit Banks 9.45 per cent debentures due 5/1/75..	9.70	998 125 00
8/8	1 087 648 51	Government National Mortgage As- sociation 6½ per cent pass-throughs due 12/15/2002.....	8.69	906 429 12
<i>Purchases:</i>				
7/2	\$1 000 000	Harris Trust & Savings Bank 12 per cent certificate of deposit due 8/1/74.....	12.00	1 000 000 00
7/5	1 000 000	First National Bank of Chicago 12½ per cent certificate of deposit due 10/3/74...	12.13	1 000 000 00
8/7	1 000 000	Federal Intermediate Credit Banks 9.45 per cent debentures due 5/1/75.....	9.45	1 000 000 00
8/27	1 650 000	U.S. Treasury bills due 8/26/75.....	10.34	1 493 773 88
8/29	1 000 000	Federal Home Loan Banks note due 11/19/74.....	11.55	974 375 00
8/30	1 000 000	First National Bank of Chicago 12.30 per cent certificate of deposit due 10/29/74..	12.30	1 000 000 00
8/30	1 000 000	Continental Illinois National Bank 12¼ per cent certificate of deposit due 11/21/74	12.25	1 000 000 00
9/3	1 000 000	First National Bank of Chicago 12¼ per cent certificate of deposit due 11/4/74....	12.25	1 000 000 00
9/17	1 000 000	Federal Home Loan Banks note due 11/26/74.....	10.15	980 652 78
9/25	200 000	Continental Illinois National Bank 10.80 per cent certificate of deposit due 1/7/75..	10.80	200 000 00
<i>Workmen's Compensation</i>				
<i>Purchase:</i>				
9/23	\$150 000	U.S. Treasury bills due 6/3/75.....	8.44	141 600 00
Plant Funds				
<i>Art Objects</i>				
<i>Purchases:</i>				
7/31	\$141 000	Continental Illinois National Bank 12 per cent certificate of deposit due 9/30/74.....	12.00	141 000 00
9/30	145 000	Continental Illinois National Bank 10½ per cent certificate of deposit due 2/26/75.....	10.88	145 000 00
<i>Construction</i>				
<i>Purchase:</i>				
9/16	\$230 000	U.S. Treasury bills due 2/27/75.....	8.63	221 304 40
<i>Executive Development Center Building</i>				
<i>Purchase:</i>				
8/21	\$14 000	U.S. Treasury 5½ per cent notes due 2/15/76	8.62	13 458 00
<i>Krannert Center for the Performing Arts</i>				
<i>Purchase:</i>				
9/27	\$255 000	First National Bank of Chicago 10½ per cent certificate of deposit due 2/10/75.....	10.63	255 000 00

<i>Date</i>	<i>Security</i>		<i>Yield (Per Cent)</i>	<i>Amount</i>
Sinking Funds				
<i>Assembly Hall Revenue Bonds</i>				
Purchases:				
8/20	\$185 000	U.S. Treasury bills due 9/19/74.....	8.39	\$ 183 715 71
8/21	75 000	U.S. Treasury 5½ per cent notes due 8/15/75	8.67	72 987 38
9/6	410 000	U.S. Treasury 5½ per cent notes due 8/15/75	9.44	396 034 38
9/6	41 000	U.S. Treasury 5½ per cent notes due 2/15/76	10.37	39 247 69
<i>Congress Circle Bond and Interest — Chicago Circle</i>				
Purchases:				
8/28	\$ 315 000	U.S. Treasury bills due 9/26/74.....	9.12	312 703 12
9/4	635 000	Federal Financing Bank bills due 3/31/75	10.05	600 145 55
9/26	1 160 000	U.S. Treasury 5½ per cent notes due 2/15/76.....	8.13	1 123 025 00
<i>DMP Reserve — Medical Center</i>				
Purchase:				
8/7	\$370 000	Federal Financing Bank bills due 3/31/75..	9.06	349 252 34
<i>Housing Revenue Bonds</i>				
Purchases:				
7/30	\$ 485 000	U.S. Treasury 5½ per cent notes due 2/15/76.....	9.98	466 054 69
7/30	1 080 000	U.S. Treasury 6½ per cent notes due 8/15/76.....	10.18	1 042 200 00
7/31	45 000	U.S. Treasury 8 per cent notes due 2/15/77	8.59	44 743 75
8/15	515 000	U.S. Treasury bills due 9/26/74.....	8.27	510 193 33
8/15	145 000	U.S. Treasury 8 per cent notes due 2/15/77	8.65	144 093 75
<i>Illini Union and Health Center</i>				
Purchases:				
7/5	\$430 000	U.S. Treasury bills due 3/11/75.....	8.43	406 315 36
8/20	285 000	U.S. Treasury bills due 9/20/74.....	9.32	282 729 90
8/22	99 000	U.S. Treasury 5½ per cent notes due 8/15/75	8.98	96 055 00
<i>Men's Residence Halls Revenue Bonds of 1957</i>				
Purchases:				
7/11	\$30 000	U.S. Treasury 5½ per cent notes due 2/15/76	10.03	28 812 00
7/29	60 000	U.S. Treasury 5½ per cent notes due 2/15/76	10.93	57 124 50
7/30	53 000	U.S. Treasury 6½ per cent notes due 8/15/76	10.50	50 987 81
8/15	60 000	U.S. Treasury bills due 9/19/74.....	7.43	59 545 33
8/19	19 000	U.S. Treasury 5½ per cent notes due 2/15/76	9.60	18 324 38
<i>Revenue Bonds of 1956 Sinking Fund</i>				
Purchases:				
7/11	\$12 000	U.S. Treasury 5¾ per cent notes due 5/15/76	10.63	11 443 75
8/20	30 000	U.S. Treasury bills due 9/20/74.....	8.04	29 793 75
8/21	5 000	U.S. Treasury 5¾ per cent notes due 5/15/76	10.08	4 793 75
<i>Student Services Building</i>				
Purchases:				
7/29	\$61 000	U.S. Treasury 6½ per cent notes due 8/15/76	10.36	58 762 63
8/19	22 000	U.S. Treasury 6½ per cent notes due 8/15/76	10.12	21 241 25
8/13	65 000	U.S. Treasury bills due 9/19/74.....	7.44	64 506 44
9/13	9 000	U.S. Treasury 7¾ per cent notes due 8/15/77	9.62	8 839 38
<i>Women's Residence Halls Revenue Bonds of 1956</i>				
Purchases:				
7/11	\$10 000	U.S. Treasury 5½ per cent notes due 2/15/76	10.04	9 603 13
7/11	12 000	U.S. Treasury 5¾ per cent notes due 5/15/76	10.63	11 443 75

<i>Date</i>		<i>Security</i>	<i>Yield (Per Cent)</i>	<i>Amount</i>
7/30	\$20 000	U.S. Treasury 5½ per cent notes due 2/15/76	9.81	\$ 19 250 00
7/30	70 000	U.S. Treasury 6½ per cent notes due 8/15/76	10.18	67 550 00
8/13	40 000	U.S. Treasury bills due 9/20/74.....	6.76	39 716 67
8/30	65 000	U.S. Treasury bills due 9/26/74.....	6.62	64 678 65

This report was received for record.

Request for Authorization to Implement the Family Educational Rights and Privacy Act of 1974

(16) The Family Educational Rights and Privacy Act of 1974, which becomes effective November 19, 1974, provides that federal funding will be withheld from any higher educational institution which denies a student the right to inspect and challenge the content of his cumulative record folder. Virtually all recorded data concerning a student, including outside letters of recommendation or evaluation, appear to be reached.

In addition, the Act imposes substantial restrictions upon access by others to a student's record without his written consent.

University and campus committees are in the process of developing recommendations for appropriate guidelines relating to record content, conditions of accessibility, hearing and review procedures, definitions of persons entitled to access and like matters to insure conformity with the Act.

The President of the University requests authority to promulgate guidelines and regulations for discharging the University's obligations under the Act and identifying responsibility for its implementation. Such guidelines and regulations will be reported to the Board of Trustees.

On motion of Mr. Swain, authority was given as requested.

Communication from Harold "Red" Grange

Mr. Swain presented for the attention of the Board and for the record the following communication from Mr. Grange:

Honorable Timothy W. Swain
Chairman, Medallion Committee
411 Hamilton Blvd.
Peoria, Illinois 61602

Dear Tim:

Will you please extend to the Board of Trustees my sincere thanks and appreciation for the Distinguished Service Medallion presented to me at the 50th Anniversary Game.

This high Award is doubly appreciated because of my tenure on the Board. I am deeply grateful.

Sincerely,
Harold "Red" Grange

Establishment of a Law School at the Chicago Circle Campus

Mr. Swain introduced this subject, noting that the tenth anniversary of the occupation of the Circle campus, to be celebrated in 1975, would be fortuitous for the establishment of a law school at that campus. Discussion emphasized that, while the University's first priority in legal education is the expansion of facilities for the College of Law at Urbana, initial steps

have already been taken to assemble necessary documentation regarding the establishment of a law school at the Chicago Circle campus. On motion of Mr. Swain, the Board of Trustees acted to endorse the communication on this subject sent to the Board of Higher Education by President Corbally.

SECRETARY'S REPORT

The Secretary presented for record appointments to the faculty and changes of status made by the President; resignations, terminations, and declinations; leaves of absence; and retirements. A copy of the report is filed with the Secretary.

DEGREES CONFERRED

The Secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on October 15, 1974.

Summary

Graduate College	
Doctor of Philosophy.....	347
Doctor of Education.....	12
Doctor of Musical Arts.....	8
Doctor of Psychology.....	5
Doctor of Social Work.....	1
Master of Arts.....	45
Master of Science.....	96
Master of Music.....	4
Master of Education.....	21
Master of Architecture.....	1
Master of Comparative Law.....	2
Master of Landscape Architecture.....	2
Master of Laws.....	3
Advanced Certificate.....	1
<i>Total, Graduate College.....</i>	<i>(548)</i>
College of Agriculture	
Bachelor of Science.....	2
College of Commerce and Business Administration	
Bachelor of Science.....	20
College of Education	
Bachelor of Science.....	4
College of Engineering	
Bachelor of Science.....	4
College of Fine and Applied Arts	
Bachelor of Science.....	1
Bachelor of Fine Arts.....	3
<i>Total, Fine and Applied Arts.....</i>	<i>(4)</i>
College of Communications	
Bachelor of Science.....	3
College of Liberal Arts and Sciences	
Bachelor of Arts.....	23
Bachelor of Science.....	21
<i>Total, Liberal Arts and Sciences.....</i>	<i>(44)</i>

College of Physical Education	
Bachelor of Science.....	3
College of Law	
Juris Doctor	5
<i>Total, Degrees Conferred at Urbana-Champaign Campus.....</i>	<i>637</i>

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

Future Meetings

President Hughes called attention to the schedule of regular meetings for the next three months: December 18, Urbana-Champaign; January 15, Medical Center; February 19, Chicago Circle.

RECESS AND EXECUTIVE SESSION

President Hughes announced that an executive session had been requested and was being ordered for consideration of pending litigation.

Following a short recess, the Board reconvened in executive session and considered the following item of business:

Litigation Initiated by Robert Stafford Byars

(17) The University has been served with a complaint filed by Robert Stafford Byars in the Circuit Court of the Sixth Judicial Circuit, Champaign County (Case No. 74 L 930), against the University and other named defendants. The title of the cause identifies, as other defendants, each of the elected members of the Board of Trustees "as trustee and individually," each of the student trustees "as trustee," and Chancellor J. W. Peltason, Dean Robert W. Rogers, Vice Chancellor Morton W. Weir, and Edward A. Kolodziej each "as a representative of the University of Illinois Board of Trustees and individually."

The complaint is in nine counts. The first eight counts allege that the individual defendants, singly and in concert, "while engaged in the course and scope of their employment with the University of Illinois, intending to injure the plaintiff's good name, plaintiff's professional reputation as a University scholar, teacher, professor, and researcher," caused to be published in either the *Daily Illini*, the *News Gazette*, the *Courier*, or in memoranda to Dean Rogers from E. A. Kolodziej (Head of the Department of Political Science at the Urbana campus), an article or document containing an allegedly "false, scandalous, malicious libel of and concerning the plaintiff." It is further alleged that the statements were knowingly false and were made with a "reckless indifference and disregard" as to their truth or falsity, as a direct result of which the plaintiff is alleged to have suffered a loss "of his most precious possession in the community, namely that of a good and sound reputation and ability in the plaintiff's field of endeavor, to-wit: that of a University scholar, teacher, professor and researcher." In each of the first eight counts the plaintiff requests a trial by jury and seeks damages in the sum of \$630,296 in compensatory damages and \$6,300,000 for punitive and exemplary damages.

The ninth count incorporates all of the allegations of the previous eight and alleges further that the individual defendants singly, and in concert, interfered with plaintiff's employment rights with the University of Illinois Board of Trustees and that the interference "was done deliberately with actual malice, wantonly and willfully and because of personal animosity toward the plaintiff." The ninth count seeks ordinary as well as punitive and exemplary damages "in a sum that is fair and just."

Some of the individual defendants have requested the University to provide representation for them in their defense of the suit on the ground that all actions alleged to have been taken by them in the matter were or would have been taken in their respective capacities as members of the Board of Trustees or as employees of the University. It is anticipated that similar requests will be received from other individual defendants.

The University Counsel recommends that he be authorized to take such steps as are necessary or appropriate, including the employment of special counsel and the exercise of University rights under any applicable insurance policies, to protect the interests of the University, and to provide representation of the individual defendants who request him to do so.

I concur.

On motion of Mr. Swain, authority was given as recommended by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Hughes, Mr. Livingston, Mr. Neal, Mrs. Rader, Mr. Steger, Mr. Swain; no, none; absent, Dr. Bakalis, Governor Walker.

The University Counsel also presented reports on a variety of matters of pending litigation.

On motion of Mr. Swain, the Board adjourned.

EARL W. PORTER
Secretary

EARL M. HUGHES
President