

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

November 19, 1975



The November meeting of The Board of Trustees of the University of Illinois was held in Chicago Room C, Chicago Illini Union, Medical Center campus, Chicago, Illinois, on Wednesday, November 19, 1975, beginning at 9:30 a.m.

President Earl L. Neal 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. Robert J. Lenz, Mr. Park Livingston, Mr. Earl Langdon Neal, Mrs. Jane Hayes Rader, Mrs. Nina T. Shepherd, Mr. Arthur R. Velasquez. Governor Daniel Walker was absent. The following nonvoting student trustees were present: Mr. Robert K. Conlon, Medical Center campus; Mr. Steven Szegho, Chicago Circle campus. Mr. Stuart D. Summers, Urbana-Champaign campus, was absent.

Also present were President John E. Corbally; Dr. Eldon L. Johnson, Vice President for Academic Affairs; Chancellor Joseph S. Begando, Medical Center campus; Chancellor J. W. Peltason, Urbana-Champaign campus; Dr. Donald H. Riddle, Chancellor-elect, Chicago Circle campus; Mr. J. Frederick Green, University Director for Capital Programs; and the officers of the Board, Dr. Ronald W. Brady, Comptroller (also Vice President for Administration for the University); Mr. James J. Costello, University Counsel; Mr. R. R. Manchester, Treasurer; and Dr. Earl W. Porter, Secretary.

MINUTES APPROVED

The Secretary presented for approval the press proofs of the minutes of the Board of Trustees meeting of March 20, 1975, copies of which had previously been sent to the Board.

On motion of Mr. Livingston, these minutes were approved as printed on pages 199 to 247 inclusive.

INTRODUCTION OF CHANCELLOR-ELECT

Mr. Neal recognized and introduced Dr. Donald H. Riddle, Chancellor-elect for the Chicago Circle campus, who was attending the meeting during a brief visit to the Circle campus. Dr. Riddle will assume his duties as Chancellor effective January 12, 1976.

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.

Establishment of a Standing Board Committee on Affirmative Action/Equal Employment Opportunity

President Corbally presented, with his endorsement, a recommendation from the University Council on Equal Opportunity that the Board of Trustees consider the desirability of establishing a standing Committee on Affirmative Action/Equal Employment Opportunity.

Mr. Neal reviewed the background of this recommendation, in particular, the special meeting of the Board as a Committee of the Whole on October 8, at which time the general subject of affirmative action and equal opportunity was reported upon. He asked for an expression of Board sentiment on this matter, and Mr. Howard moved that the Board give general endorsement to the establishment of such a committee. The motion was approved. (Inasmuch as the By-Laws of the Trustees list the standing committees, amendment of the By-Laws will be a necessary precedent to formal establishment of the committee. Accordingly, it was agreed that appropriate action to amend the By-Laws and to arrange for the establishment of the committee will be presented to the Trustees at the December meeting. At the suggestion of Mr. Hahn, the Trustees will also be in a position at that time to review the number and nature of the present standing committees.)

REGULAR AGENDA

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

University of Illinois Response To:**"A Master Plan for Postsecondary Education in Illinois"****(A Draft Submitted by the Staff of the Board of Higher Education)**

(1) President Corbally summarized the current status of this subject, in particular, by reference to administrative documents prepared and sent to the Trustees and to the Board of Higher Education in advance of the meeting. These constituted a report: "Comments on IBHE Draft of a Master Plan for Postsecondary Education in Illinois," containing in particular a "President's and Chancellors' Overview," as well as administrative comment on specific recommendations in the Master Plan, Phase IV (MP IV), draft. In addition, a compendium of comment by deans, directors, committees, and faculties of the University had been prepared, sent to the Trustees, and provided the staff of the Board of Higher Education.

The President further reported that a second draft of MP IV had been prepared and that he had had an opportunity to receive information about it on an informal basis from the Executive Director of the Board of Higher Education. The new draft document will be sent to the members of the Board of Higher Education within the next few days and therefore has not been available in advance of its receipt by the members of that Board. However, President Corbally indicated his understanding that a number of concerns earlier expressed by the University and others have been carefully considered and that the staff has been open and co-operative in attempting to resolve areas of disagreement with particular reference to making changes in emphasis and content.

Inasmuch as there will be an opportunity to consider the new draft, the President expressed his view that it would be unwise for the Board to consider item by item the recommendations of the initial draft as some of them may be changed. He stated that there will remain issues of significance to the University and that the Board may wish at this time to address itself to a few broad areas on which there is a continuing concern.

President Neal invited the Trustees to express their views on any aspect of the Plan as initially drafted, bearing in mind the comments of President Corbally. In the discussion, a number of matters were identified for emphasis. Specifically, these related to the need for a more definitive statement concerning legal education at the Chicago Circle campus; the tuition issue and general opposition among the Trustees to the tuition formula advanced in the Plan; greater emphasis upon adult education and the extended day program at Chicago Circle; and general concern that there should be a broad understanding of the separation between coordination and governance, with particular emphasis upon the quality of higher education and the merits of justifiable duplication and competition. Finally, there were expressions of strong concern about the "program review" procedure identified in the initial draft (as recommendation number 63) which, the Trustees felt, constituted a potential intrusion into governance and administration; related to difficulties of staff competence in the Board of Higher Education; and was potentially a costly and unnecessary duplication of effort. The latter point made specific reference to the array of internal and external professional reviews of university programs that presently exist.

Upon conclusion of discussion, Mr. Howard was asked to summarize and develop a draft statement. This was then reviewed by the Board and, on Mr. Howard's motion, adopted as the present University of Illinois response to the initial draft of MP IV. The statement is as follows:

The members of The Board of Trustees of the University of Illinois have now had an opportunity to review with care the first draft of Master Plan, Phase IV, prepared by the staff of the Board of Higher Education. The Board has been informed by President Corbally that a second draft of Master Plan, Phase IV, will soon be distributed by the staff of the Board

of Higher Education and that this draft contains major revisions, particularly in the section dealing with program directions for institutions. With the expectation that many of the concerns of the Board of Trustees in this area have been spoken to in the second draft, the Board will not today repeat those concerns except to emphasize the importance it attaches to them. It is also the expectation of the Board of Trustees that this second draft eliminates much of the negative "tone" to which the Board spoke in October. These and other concerns were addressed in the October 15, 1975, resolution of the Board of Trustees which was sent to members of the Board of Higher Education.

The Board of Trustees has also reviewed the various statements used by the administration of the University in working with the staff of the Board of Higher Education and the comments submitted by various internal groups of the University. While not prepared to endorse each and every statement within these materials, the Board of Trustees does support the general thrust of these statements and supports the continued pursuit of the general aims of these statements.

There are several major concerns which the Board of Trustees wishes to make known specifically to the members of the Board of Higher Education.

First, the Board of Trustees views with real concern the suggestions contained in several recommendations (most notably in #63 of the first draft of Master Plan, Phase IV) related to program review. While the Board of Trustees recognizes the statutory responsibilities of the Board of Higher Education in this area, it also fears that unnecessary duplication in program review will be costly and will distract the attention of institutional and Board of Higher Education staff members from more important concerns. The Board of Trustees urges that the primary role of governing boards and of academic administrators and faculty be recognized and honored in any Board of Higher Education program review format.

The Board of Trustees is concerned that Master Plan, Phase IV, fails to recognize fully the legitimate and increasing requests for public legal education in metropolitan Chicago. The Board of Trustees reaffirms its goal to provide a full and complete program of legal education at the University of Illinois at Chicago Circle at the earliest possible time that funding permits.

The Board of Trustees reasserts its interest in adult and continuing education and expresses its feeling that neither the enrollment nor the public service sections of Master Plan, Phase IV, provide the recognition and encouragement of programs in this area which are appropriate. An undue concern with so-called duplication will do a real disservice to the people of Illinois and will reduce the ability of higher education to properly serve the people of Illinois. Several recommendations in the first draft of Master Plan, Phase IV, seem designed to deter institutional efforts to serve an expanding clientele and should, in the view of the Board of Trustees, be reconsidered.

In the area of tuition, the Board of Trustees recognizes that this matter is complex and involves many governmental agencies and officers. At the present time, the Board of Trustees finds itself opposed to the recommendations contained in Master Plan, Phase IV, regarding tuition. The Board of Trustees feels that a fuller understanding of and agreement about the issues must be reached by governing boards, the Board of Higher Education, the General Assembly, and the executive branch before a comprehensive and realistic tuition policy can be achieved.

Finally, the Board of Trustees reasserts its opposition to recommen-

dation #110 which would deprive governing board representatives of their voting rights on the Board of Higher Education.

It is requested that this statement be forwarded to each member of the Board of Higher Education as the current official position of The Board of Trustees of the University of Illinois with regard to the first draft of Master Plan, Phase IV.

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 thirteen 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.

The Committee on Accountancy, pursuant to Rule 16 (d) of the Regulations, also recommends that the certificate of Certified Public Accountant be awarded to eighteen candidates who wish to transfer the examination credit earned by passing the standard written examination in some other state and who have fulfilled all other legal requirements under Sections 1, 2, and 3 of the Illinois Accountancy Act of 1943, as amended. The names of the candidates are filed with the Secretary. I concur.

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

College of Commerce and Business Administration Advisory Committee, 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 the College, the terms to expire August 31, 1978.

CHARLES M. BLISS, Executive Vice President, Harris Trust and Savings Bank, Chicago

ANTHONY E. CASCINO, Executive Vice President, International Minerals & Chemical Corporation, Libertyville

A. THOMAS ETCHESON, President, Lake Shore National Bank, Chicago

RONALD J. GRAYHECK, Executive Vice President, American National Bank & Trust Company of Chicago, Chicago

F. W. HOOVER, JR., Executive Vice President, Metal Operations, Continental Can Company, Inc., Chicago

PHILIP WAYNE HUMMER, Partner, Wayne Hummer & Co., Chicago

ROBERT S. KIRBY, Vice President, General Counsel and Secretary, IC Industries, Chicago

CHARLES J. MELOUN, Vice President, General Electric Company, Central Region, Chicago

PAUL C. NAGEL, JR., Vice Chairman of the Board and Chief Financial Officer, Household Finance Corporation, Chicago

MIRIAM F. ROBERTS, Institute Staff Member, Systems Science Institute, IBM Corporation, Chicago

I concur in these recommendations.

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

Dean of the College of Veterinary Medicine, Urbana

(4) The Chancellor at the Urbana-Champaign campus has recommended the appointment of Richard E. Dierks, presently Professor and Head of the Veterinary

Science Department and Veterinary Research Laboratory at Montana State University, Bozeman, Montana, as Professor of Veterinary Pathology and Hygiene on indefinite tenure and Dean of the College of Veterinary Medicine beginning no later than August 21, 1976, on a twelve-month service basis, at an annual salary of \$39,000.

Dr. Dierks will succeed Dr. L. Meyer Jones who has resigned from this administrative assignment effective August 20, 1976.

The nomination of Dr. Dierks is made with the advice of a consultative committee¹ and is endorsed by the Executive Committee of the College of Veterinary Medicine. The Vice President for Academic Affairs concurs.

I recommend approval.

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

Directorship of the School of Humanities, Urbana

(5) The Dean of the College of Liberal Arts and Sciences has recommended to the Chancellor at Urbana-Champaign the appointment of Dr. Nina Baym Stillinger, presently Professor of English and Associate Head of the Department, as Director of the School of Humanities beginning August 21, 1976, on an academic-year service basis, at an annual salary of \$32,500.

Dr. Stillinger will continue to hold the rank of Professor of English on indefinite tenure.

She will succeed Professor A. Lynn Altenbernd who has been Acting Director.

The nomination was made with the advice of a search committee² and with the endorsement of the Executive Committee of the College. The Chancellor at Urbana-Champaign approves the recommendation and the Vice President for Academic Affairs concurs.

I recommend approval.

On motion of Mrs. Rader, this appointment was approved.

Appointments to the Faculty

(6) 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
- 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 Edward W. Voss, Jr., Professor of Microbiology, *Chairman*; Richard F. Bevell, Jr., Assistant Professor of Veterinary Physiology and Pharmacology and in Veterinary Programs in Agriculture; Ruth Blank, professional student; C. Andrew Carson, Associate Professor of Veterinary Pathology and Hygiene and in the Center for Zoonoses Research; James D. Conroy, Associate Professor of Veterinary Pathology and Hygiene and in the Center for Zoonoses Research; Lloyd C. Helper, Professor of Veterinary Clinical Medicine; George Lewis, graduate student; Ralph D. McQueen, Professor of Veterinary Physiology and Pharmacology and in Veterinary Programs in Agriculture, and Professor and Coordinator of Continuing Education and Public Service in the College of Veterinary Medicine; Alvin H. Safanic, Professor of Veterinary Anatomy and Histology; Glenn W. Salisbury, Professor of Dairy Science, Director of Agricultural Experiment Station, and Associate Dean of the College of Agriculture; Diego Segre, Professor of Veterinary Research.

² Harry S. Broudy, Professor of Philosophy of Education *Emeritus*, *Chairman*; Joseph H. D. Allen, Professor of Spanish and Portuguese *Emeritus*; A. Lynn Altenbernd, Professor of English and Acting Director of the School of Humanities; Kenneth E. Andersen, Professor of Speech Communication and Associate Head of Department; Barbara C. Bowen, Professor of French; Bernard J. Diggs, Professor of Philosophy; and Winton U. Solberg, Professor of History.

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. DAVID L. BEAULIEU, Associate Professor of Native American Studies and Director of the Native American Program, beginning September 1, 1975 (A,N), at an annual salary of \$20,000.
2. CHESTER J. EAGLEMAN, Assistant Professor of Native American Studies and Associate Director of the Native American Program, beginning September 1, 1975 (1,N), at an annual salary of \$15,000.
3. DAVID A. FAY, Assistant Professor of Psychology, beginning September 1, 1975 (1), at an annual salary of \$13,000.
4. WILLIAM PLATT, Assistant Professor of Biological Sciences, beginning September 1, 1975 (1), at an annual salary of \$14,800.

Medical Center

5. LARRY D. BRACE, Assistant Professor in the Curriculum in Medical Laboratory Sciences, School of Associated Medical Sciences, beginning October 1, 1975 (1Y), at an annual salary of \$15,400.
6. LIONEL CORBETT, Assistant Professor of Psychiatry, Abraham Lincoln School of Medicine, on 25 percent time, beginning November 1, 1975 (NY25), at an annual salary of \$5,000.
7. WILLIAM H. HART, Clinical Assistant Professor of Surgery, Peoria School of Medicine, on 10 percent time, beginning October 1, 1975 (NY10), at an annual salary of \$3,200.
8. ROBAH O. KELLOGG, Assistant Professor of Public Health Nursing, College of Nursing, assigned to the Area Health Education System, Peoria School of Medicine, College of Medicine, beginning November 1, 1975 (1Y), at an annual salary of \$21,000.
9. MICHAEL A. LIMOSANI, Associate Professor of Pediatrics, Abraham Lincoln School of Medicine, on 25 percent time, beginning September 1, 1975 (AY25), at an annual salary of \$7,500.
10. MURUGIAH MANI, Assistant Professor of Anesthesiology, Abraham Lincoln School of Medicine, on 20 percent time, beginning October 1, 1975 (NY20), at an annual salary of \$9,000.
11. JAMES W. MASON, Associate Professor of Medicine, Rockford School of Medicine, beginning October 1, 1975 (AY), at an annual salary of \$39,600.
12. JAMES J. MCCOY, Clinical Assistant Professor of Family Practice, Abraham Lincoln School of Medicine, on 20 percent time, beginning October 1, 1975 (NY20), at an annual salary of \$5,000.
13. MARGARET M. O'CONNOR, Assistant Professor in the Curriculum in Medical Laboratory Sciences, School of Associated Medical Sciences, beginning October 1, 1975 (1Y), at an annual salary of \$15,500.
14. RHONA G. REISS, Assistant Professor (Community Coordinator) in Occupational Therapy, School of Associated Medical Sciences, beginning October 1, 1975 (1Y), at an annual salary of \$17,000.
15. STANLEY M. WHITEHILL, Assistant Professor of Prosthodontics, College of Dentistry, on 20 percent time, beginning October 1, 1975 (NY20), at an annual salary of \$4,000.
16. LORIN D. WHITTAKER, JR., Clinical Assistant Professor of Surgery, Peoria School of Medicine, on 10 percent time, beginning October 1, 1975 (NY10), at an annual salary of \$3,200.

Urbana-Champaign

17. EMMA S. DAVIS, Assistant Reference Librarian and Assistant Professor of Library Administration, Library, beginning September 29, 1975 (3Y), at an annual salary of \$13,000.
18. MICHAEL G. I. RILEY, Associate Pathologist in Veterinary Diagnostic Laboratory and Assistant Professor of Veterinary Pathology and Hygiene, beginning October 1, 1975 (NY,1Y), at an annual salary of \$22,000.
19. JOSEPH W. STUCKI, Assistant Professor of Soil Science in Agronomy, beginning January 1, 1976 (1Y), at an annual salary of \$17,000.

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

Academic Appointments and Resignations — Race/Ethnic — Sex Statistics Report

A summary report of academic appointments and resignations according to race, ethnic origin, and sex for each of the campuses and the general University was presented to the Trustees. The data will be presented each month as a matter of information.

The appointments include only those who are newly appointed to the University, effective during the 1975-76 academic year, and excludes graduate students and visiting faculty. (The reports are prepared by the office of the University Affirmative Action Officer.)

(A copy of each of the monthly reports is filed with the Secretary of the Board. An annual compilation of the data will be made a part of the Board *Proceedings* at the end of the year.)

Administrative Leave

(7) In accordance with the plan for administrative leaves approved by the Board of Trustees,¹ the Chancellors at the Medical Center and the Urbana-Champaign campuses have recommended such a leave for the following person:

DANIEL K. BLOOMFIELD, Dean of the School of Basic Medical Sciences at Urbana-Champaign, was appointed Dean in August 1970. During the period February 10, 1976, to June 8, 1976, he plans to study the development of medical education at Ben Gurion University of the Negev, Beersheva, Israel. Ben Gurion University, like the School of Basic Medical Sciences at Urbana-Champaign, is attempting to merge medical education with the health care system.

The proposed leave has been reviewed by the committee on administrative leaves which recommends approval.

On motion of Mr. Howard, this leave was granted as recommended.

Renewal of Contract with Dennis and Company, Inc.

(8) Since 1965 the University and Dennis and Company, Inc., have operated under a contract, the main provision of which gave reprint rights to the University of Illinois *Law Forum* to Dennis and Company, Inc., which in turn agreed to purchase the then existing stock of back issues of the *Forum* and to subscribe for 100 copies of the ten next successive volumes of the *Forum* through 1976. The University reserved the copyright and the right of the University Press to elect to reprint any volumes as paperback or hardbound books.

¹ The plan, approved on June 20, 1973, provides for paid leaves of two to four months for certain administrative officers for the purpose of "keeping abreast of developments in their profession and to find time to design new approaches to their tasks."

The Dean of the College of Law has now recommended that the agreement be renewed for the next ten successive volumes beginning 1977 through 1986, inclusive, on substantially the same terms.

The Chancellor at Urbana and the Vice President for Administration concur in this recommendation.

I recommend approval.

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

Contract with Prentice-Hall, Inc.

(9) Prentice-Hall, Inc., has indicated a willingness to publish a monograph entitled "Structural and Geotechnical Mechanics" which was written for a symposium honoring Nathan M. Newmark, Professor of Civil Engineering.

The Vice Chancellor for Research at Urbana-Champaign has recommended the execution of a contract with Prentice-Hall, Inc., under which the University would give the publisher an exclusive license to publish the monograph and the publisher would copyright the monograph in the name of the Board of Trustees of the University of Illinois. The University would pay \$2,400 toward publishing costs to the publisher, and the publisher would pay the remainder. The publisher would pay a 10 percent royalty to the University for all monograph sales after the publisher recovers its investment in the project (after sale of an estimated 4,000 copies).

The Vice Chancellor for Academic Affairs at Urbana-Champaign and the Vice President for Administration concur in this recommendation.

I recommend approval.

The student advisory vote was: Aye, Mr. Conlon, Mr. Szegho; no, none; absent, Mr. Summers.

On motion of Mr. Hahn, this recommendation was approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Walker.

Agreement with Journal Films, Inc.

(10) Under grants received from various agencies, the Police Training Institute has produced five motion pictures¹ and two publications.² The granting agencies reserved rights to reproduce, publish, or otherwise use (and to authorize others to use) these works for government purposes.

The Director of the Police Training Institute has recommended that the University enter into an agreement with Journal Films, Inc., of Chicago, granting the latter a license to copy, sell, and distribute, but not to exhibit for a fee, throughout the United States (with the exception of Illinois) those works subject to the rights of the sponsoring agencies. Journal Films, Inc., would provide in lieu of royalties eight prints of each film title to the University. The license would be granted for a period of five years and be automatically renewed unless either party serves notice of intent not to renew.

The Vice President for Academic Affairs concurs in the recommendations.

I recommend that the Board authorize the Comptroller and the Secretary of the Board to execute the agreement in accordance with the general terms set forth above.

On motion of Mr. Livingston, authority was given as recommended.

¹ The motion pictures are: "The Key Man," "Domestic Disturbance," "Back to School," "You Can't Win 'em All," and "Put Down."

² The publications are: *Handling the Tough Ones* and *Leaders Guide on Override Discretionary Control*.

Amendment to Agreement for Use of Urbana City Landfill

(11) The President of the University, with the concurrence of appropriate administrative officers, recommends authorization, subject to funds being made available by the Capital Development Board, to amend the "Agreement Concerning Cost of Operations of the City Dump of Urbana, Illinois," with the city of Urbana, to provide for a payment of \$23,340 to the city as the University's share of the costs of expanding the landfill area and to provide soil for cover. This payment would be in the same proportionate share (30 percent) as is now being made under the terms of the agreement with the city for the net costs of operation of the present landfill area. The city of Urbana has purchased approximately twenty-four acres of land adjoining the present grounds at a cost of \$77,800 for operations. The University will share in the same proportion in any payment ultimately received from the later sale or other disposition by the city of the property for other use.

Funds have been appropriated to the Capital Development Board of the State of Illinois for this project and have been released by the Governor.

The student advisory vote was: Aye, Mr. Conlon, Mr. Szegho; no, none; absent, Mr. Summers.

On motion of Mr. Howard, authority was given as recommended by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Walker.

Contracts for Improvements of Leased Land for Parking, Medical Center

(12) On September 17, 1975, the Board of Trustees approved a lease with the University of Health Sciences-the Chicago Medical School for the use of 120,000 square feet of vacant land to be used for temporary parking during the construction of the replacement hospital and the parking structure at the Medical Center campus. The lease is for the period of October 1, 1975, through June 30, 1977, and in lieu of cash rental the University is to provide the cost of improving the property (then estimated to be \$48,000) with funds in the operating budget of the Medical Center Parking Program.

The improvements originally contemplated were grading, gravel, fencing, and a key-operated gate. It has now been decided to include lighting for the parking lot. The total of the bids received, including the installation of lighting, is \$54,223. The total cost of the project, which includes architectural and engineering costs, owner's costs, and a construction contingency, will not exceed \$59,500. Revenues from the use of the lot will offset the cost of the improvements and operating costs.

The President of the University, with the concurrence of appropriate administrative officers, recommends approval of the increased project at a cost not to exceed \$59,500 and the award of the following contracts for construction of this project at the Medical Center campus, the award in each case being to the low bidder on its base bid, less deductive alternate No. 3:

<i>Division I — General Work</i>	
John Dillon and Company, Chicago.....	\$39 707
<i>Division V — Electrical Work</i>	
Fries Walters Co., Hillside.....	14 516
<i>Total</i>	<u>\$54 223</u>

Funds for this work are available in the operating budget of the Medical Center Parking Program.

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

The student advisory vote was: Aye, Mr. Conlon, Mr. Szegho; no, none; absent, Mr. Summers.

On motion of Mr. Livingston, these contracts were awarded by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Walker.

Acquisition of Research and Instruction Computer, Chicago Circle

(13) The Chicago Circle research and instruction computer (IBM 370/158) currently is being leased from the IBM Corporation. Through the present IBM lease agreement, the University has accumulated purchase credits which, if applied against the purchase of the existing equipment, could reduce annual costs substantially.

It is recommended, therefore, that the University of Illinois Foundation be requested to purchase the equipment, using the applicable credits from IBM Corporation, and lease the equipment back to the University.

The provisions of this plan would be as follows:

To finance this transaction the Foundation would borrow \$1,313.462 (acquisition price December 1, 1975) from the First National Bank of Chicago, at an annual interest rate not to exceed seven percent, with the loan to be repaid over a five-year period.

The Foundation would lease the equipment to the University for the period December 5, 1975, through June 30, 1976, with annual options for renewal by the University for a five-year period with monthly payments of \$26,008.12 excluding maintenance. (Present monthly rentals are approximately \$32,500 excluding maintenance.) The lease payments are sufficient to amortize the Foundation's borrowing in connection with this transaction.

The lease payments to be made by the University for the remainder of the present fiscal year are available in the operating budget of the Chicago Circle campus, and future lease payments are subject to the availability of funds.

The University will terminate the present lease agreement for this equipment, effective with the date of acquisition of the equipment by the Foundation; and the University will arrange for the necessary equipment maintenance agreement with IBM.

The President of the University, with the concurrence of appropriate administrative officers, recommends that the Comptroller and the Secretary of the Board of Trustees be authorized to execute on behalf of the University an agreement with the University of Illinois Foundation for the leasing of the equipment in accordance with the provisions stated above and to execute such other legal documents as may be necessary to implement this plan.

The student advisory vote was: Aye, Mr. Conlon, Mr. Szegho; no, none; absent, Mr. Summers.

On motion of Mr. Hahn, authority was given as recommended by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Walker.

Purchases

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

The list of purchases was presented in two categories: purchases from appropriated funds (i.e., from State appropriations to the University) and purchases

from institutional funds. The latter term designates funds received by the University under contracts with the United States government, private corporations, and other organizations; grants from foundations, corporations, and other donors; and University revolving funds authorized by law.

The total amounts of these purchases were:

<i>From Appropriated Funds</i>	
Recommended	\$ 2 361 06
<i>From Institutional Funds</i>	
Recommended	605 730 19
<i>Grand Total</i>	<u>\$608 091 25</u>

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.

The student advisory vote was: Aye, Mr. Conlon, Mr. Szegho; no, none; absent, Mr. Summers.

On motion of Mr. Forsyth, the purchases recommended were authorized by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Walker.

Report of Purchases Approved by the Vice President for Administration

(15) The Vice President for Administration 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

(16) 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 and Developmental Disabilities	Provide physicians' services to Chicago-Read Mental Health Center	\$ 266 946
United States Navy N00014-75-C-0211	Pathways of activation of adrenal responses to environ- mental stresses	13 965
University of Pittsburgh (subcontract No. 8)	Prolonged therapy for breast cancer	8 000
<i>Total</i>		<u>\$ 288 911</u>

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
University of Chicago 31-109-38-2823	Economic analysis of pollution control studies	\$ 25 000
<i>Total</i>		<u>\$ 25 000</u>

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
The Nu-Way Contracting Corporation	Cost-plus contract — plumbing and heating work: Install a new burner at the Steam Plant	\$ 17 462
<i>Total</i>		<u>\$ 17 462</u>

Urbana-Champaign

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
Parkland College	Provide professional services for the Parkland Veterinary Technology Program	\$ 6 203
State of Illinois — Department of Corrections	Provide PLATO IV System service	148 184
Department of Mental Health:		
511-03	Determine the role of Striopallisum in pharmacogenic dyskinesias	11 670
525-03	Develop methods for promoting transfer and maintenance of behavior following modification programs	16 470
605-01	Complex vocational skill development of the severely retarded blind and deaf blind	15 627
619-01	Community-based mental health service delivery	14 260
Division of Water Resources	Determine the water supply yields of Lakes Shelbyville and Carlyle	15 400
Governor's Office of Manpower and Human Development 46009	Leadership and manpower training for Spanish-speaking unionists	57 034
Institute for Environmental Quality:		
No. 20.062	Design and evaluation of vegetative filter systems	7 000
No. 20.067	Toxicity of ammonia to fish food organisms	12 117
No. 80.035	Macro-economic impact analysis	24 568
No. 90.003B	Noise abatement and environmental regulation/land use controls	18 500
State of New Jersey — Department of Institutions and Agencies A95122	Develop a corrections master plan	73 998
United States Air Force F44620-76-C-0009	Evaluation of computer-assisted systems for flight instruction	232 917
United States Army: DACA88-76-M-0058	Determine the impact of bachelor housing and training environment on the occupant	7 156
Construction Engineering Research Laboratory	Architectural design and evaluation	77 533
	Provide computer programs	53 014
	Research on the Corps of Engineers operations	26 343
United States Department of Labor J-9-P-5-0148	Determine the pension rights of Federal contract employees	132 360
United States Energy Research and Development Administration E(11-1)-2790	Measurement of energy conversion	65 000
United States Federal Land Bank System	Assessment of farm mortgage lending risks	48 000
United States Navy N00014-76-C-0081	Determine human perceptual and control performance as a function of flight control augmentation	94 868
<i>Total</i>		<u>\$1 158 222</u>

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
Human Ecology Research Services, Inc. (subcontract under NSF Grant ERP 75-09980)	Provide a technological assessment of hail suppression	\$ 93 000
University of Kansas (subcontract under State of Illinois Grant PCE-A6-021)	Compile relevant materials pertaining to vocational education for the special needs student	6 699
Frank X. Yackley, State's Attorney for LaSalle County	Payment in lieu of taxes for services rendered University property during calendar year 1974	9 681
<i>Total</i>		<u>\$ 109 380</u>

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid to the University</i>
Battelle Memorial Institute P-10083	Prediction of behaviors from behavioral intentions	\$ 5 508
Deere and Company	Reduction of heat rejection in diesel engines	7 400
LaSalle County Housing Authority	Develop a concept for a congregate housing facility for older adults	6 280
National Aeronautics and Space Administration NGR14-005-194	Development of criteria for the design of a low noise- level general aviation propeller	50 000
United States Army DAMD17-75-C-5006	Post treatment of RO permeates from Army wastewater	44 595
United States Energy Research and Development Administration: E(11-1)-2383	Interactive systems for differential equations which arise in modeling and simulation	229 000
E(11-1)-2765	Study the behavior of ions in potential walls associated with transient switching of electron beams	50 000
<i>Total</i>		\$ 392 783

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to be Paid by the University</i>
Barber and DeAtley, Inc.	Cost-plus contract — general work: Remodel stairway in the Psychology Building	\$ 10 500
<i>Total</i>		\$ 10 500

Summary

Amount to be paid to the University:		
Medical Center.....		\$ 313 911
Urbana-Champaign.....		1 551 005
<i>Total</i>		\$1 864 916
Amount to be paid by the University:		
Medical Center.....		\$ 17 462
Urbana-Champaign.....		119 880
<i>Total</i>		\$ 137 342

This report was received for record.

Investment Report

September 1975

(17) The Comptroller presented the investment report for the month of September 1975.

**Changes in Endowment Pool Investments
(Under Finance Committee Guidelines)**

<i>Date</i>	<i>Face Value</i>	<i>Security</i>	<i>Yield (Percent)</i>	<i>Amount</i>
Sale:				
9/9	\$ 75 000 00	Associates demand notes.....		\$ 75 000 00
Purchases:				
9/2	\$ 73 000 00	City Products demand notes.....	6.85	\$ 73 000 00
9/3	75 000 00	Commercial Credit demand notes....	6.85	75 000 00

**Changes in Other Investments
(Under Comptroller's Authority)**

<i>Date</i>	<i>Face Value</i>	<i>Security</i>	<i>Yield (Percent)</i>	<i>Amount</i>
Sales:				
9/17	\$1 024 022 73	GNMA Pool 6119, 8 percent certificate due 7/15/05 held for 23 days...		\$1 000 000 00
9/18	500 000 00	GNMA Pool 6602, 7¼ percent certificate due 4/15/05 held for 24 days....		500 000 00

<i>Date</i>	<i>Face Value</i>	<i>Security</i>	<i>Yield (Percent)</i>	<i>Amount</i>
9/18	\$ 500 000 00	U.S. Treasury bills due 10/2/75.....		\$ 498 898 61
9/18	500 000 00	U.S. Treasury bills due 2/26/76.....		484 666 67
Repurchase Agreements:				
9/3	\$ 500 000 00	Federal National Mortgage Association notes due 12/17/75 for 1 day.....	6.38	\$ 500 000 00
9/4	500 000 00	GNMA Pool 6296, 9 percent due 8/15/90 for 1 day.....	6.38	500 000 00
9/4	500 000 00	GNMA Pool 6297, 9½ percent due 9/15/90 for 19 days.....	6.38	500 000 00
Purchases:				
9/2	\$1 000 000 00	Continental Bank 6¾ percent time deposit due 10/28/75.....	6.38	\$1 000 000 00
9/2	1 000 000 00	Springfield Marine Bank 6¾ percent certificate of deposit due 11/11/75.....	6.38	1 000 000 00
9/2	595 000 00	U.S. Treasury bills due 2/26/76.....	7.04	575 103 20
9/2	20 000 00	U.S. Treasury bills due 8/24/76.....	7.16	18 674 03
9/3	110 000 00	U.S. Treasury bills due 3/9/76.....	7.03	106 104 88
9/3	460 000 00	U.S. Treasury bills due 7/27/76.....	7.56	430 365 58
9/3	60 000 00	U.S. Treasury 5¾ percent notes due 2/15/76.....	6.14	59 922 50
9/8	1 000 000 00	First National Bank of Dallas 7 percent certificate of deposit due 12/1/75.....	7.00	1 000 000 00
9/8	1 000 000 00	Morgan Guaranty 6¾ percent certificate of deposit due 10/29/75 dated 8/28/75.....	6.60	1 000 366 52
9/8	500 000 00	North Carolina National Bank 6.70 percent certificate of deposit due 11/12/75.....	6.70	500 000 00
9/9	4 000 00	City Products demand notes.....	6.85	4 000 00
9/11	215 000 00	Federal National Mortgage Association notes due 3/9/76.....	7.36	207 367 50
9/19	680 000 00	U.S. Treasury bills due 12/18/75.....	6.35	669 375 00
9/19	200 000 00	U.S. Treasury bills due 3/18/76.....	7.07	193 132 06
9/22	400 000 00	First National Bank of Chicago 6¾ percent certificate of deposit due 11/25/75.....	6.63	400 000 00
9/22	10 000 00	U.S. Treasury bills due 8/24/76.....	7.00	9 385 22
9/24	500 000 00	U.S. Treasury bills due 1/2/76.....	6.45	491 200 00
9/24	500 000 00	U.S. Treasury bills due 6/1/76.....	7.22	476 041 67

This report was received for record.

REPORT OF THE FINANCE COMMITTEE

Mr. Park Livingston, Chairman of the Committee, presented the following summary report of the Committee's meeting of November 18, 1975.

I

Based upon data provided by Vice President Brady, the Chairman of the Committee presented the following summary of recent University investment activity:

1. Many of our new procedures have been in effect now for some months; some only since September.
2. The *impact* upon our endowment income (and the improved market in some areas) shows favorably — in that we earned \$544,000 in FY 1974 and \$825,000 in FY 1975. The full impact will not be seen until the end of FY 1976.
3. The projections for FY 1976 are:

<i>Division</i>	<i>FY 1975 (%)</i>	<i>EST FY 1976 (%)</i>
Unrestricted	4.95	8.50
Educational Activities	4.95	5.83
Student Aid	4.95	4.32

II

Vice President Brady presented for Committee attention:

1. A new report format for immediate implementation, to be modified in the light of experience. By consensus, the Committee approved the format, with the regular inclusion of *Report of Assets* from the University and a similar report from bank analysts.
2. A report of modifications in the Buy-Sell list, recommended jointly by bank analysts and University staff. The modified list was unanimously approved by the Committee.

Mr. Livingston then moved that this report be approved by the Board, and the motion was approved unanimously.

SECRETARY'S REPORT

The Secretary presented for record appointments to the faculty and changes of status made by the President; resignations and terminations; leaves of absence and a change in a sabbatical leave of absence;¹ and a retirement. A copy of the report is filed with the Secretary.

DEGREES CONFERRED

The Secretary presented for record the following summary of degrees conferred on candidates at the Urbana-Champaign campus on August 4 and October 15, 1975.

Summary

Degrees Conferred August 4, 1975

Graduate College	
Master of Arts.....	145
Master of Science.....	359
Master of Music.....	13
Master of Education.....	204
Master of Social Work.....	25
Master of Accounting Science.....	11
Master of Architecture.....	9
Master of Business Administration.....	17
Master of Comparative Law.....	1
Master of Extension Education.....	2
Master of Fine Arts.....	9
Master of Landscape Architecture.....	4
Master of Laws.....	1
Master of Urban Planning.....	11
Advanced Certificate	31
Certificate of Advanced Study in Librarianship.....	3
<i>Total, Graduate College.....</i>	<i>(845)</i>

College of Agriculture

Bachelor of Science.....	33
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¹ Bruce Hicks, Professor of Secondary and Continuing Education, Urbana-Champaign campus, cancellation of sabbatical leave of absence for the second semester 1975-76, full pay.

College of Commerce and Business Administration	
Bachelor of Science.....	80
College of Communications	
Bachelor of Science.....	24
College of Education	
Bachelor of Science.....	19
College of Engineering	
Bachelor of Science.....	52
College of Fine and Applied Arts	
Bachelor of Fine Arts.....	16
Bachelor of Music.....	9
Bachelor of Science.....	15
Bachelor of Urban Planning.....	3
<i>Total, College of Fine and Applied Arts.....</i>	<i>(43)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts.....	163
Bachelor of Science.....	101
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(264)</i>
College of Applied Life Studies	
Bachelor of Science.....	32
College of Law	
Juris Doctor	3
Jane Addams School of Social Work	
Bachelor of Social Work.....	13
<i>Total, Degrees Conferred at Urbana-Champaign Campus,</i>	
<i>August 4, 1975.....</i>	<i>1408</i>

Degrees Conferred October 15, 1975

Graduate College	
Doctor of Philosophy.....	321
Doctor of Education.....	22
Doctor of Musical Arts.....	7
Doctor of the Science of Law.....	1
Doctor of Psychology.....	2
Doctor of Social Work.....	1
Master of Arts.....	35
Master of Science.....	100
Master of Music.....	4
Master of Education.....	26
Master of Accounting Science.....	2
Master of Architecture.....	2
Master of Business Administration.....	2
Master of Comparative Law.....	1
Master of Urban Planning.....	2
Advanced Certificate	6
<i>Total, Graduate College.....</i>	<i>(534)</i>
College of Agriculture	
Bachelor of Science.....	4
College of Commerce and Business Administration	
Bachelor of Science.....	9
College of Communications	
Bachelor of Science.....	3
College of Education	
Bachelor of Science.....	4
College of Fine and Applied Arts	
Bachelor of Fine Arts.....	2
Bachelor of Urban Planning.....	1
<i>Total, College of Fine and Applied Arts.....</i>	<i>(3)</i>

College of Liberal Arts and Sciences	
Bachelor of Arts	34
Bachelor of Science	20
<i>Total, College of Liberal Arts and Sciences.</i>	(54)
College of Applied Life Studies	
Bachelor of Science	6
College of Veterinary Medicine	
Bachelor of Science	1
<i>Total, Degrees Conferred at Urbana-Champaign Campus,</i> <i>October 15, 1975.</i>	618

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

Future Meetings

President Neal called attention to the schedule of Board meetings through April 1976: December 17, 1975, Chicago Circle; January 21, 1976, Urbana-Champaign; February 18, 1976, Medical Center; March 17, 1976 (Annual Meeting), Chicago Circle; April 14, 1976, Dixon Springs, Illinois.

Mr. Neal also announced that an executive session had been requested and would be convened after the meeting for consideration of various matters.

RECESS AND EXECUTIVE SESSION

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

Option to Purchase Urban Renewal Tract Two from City of Peoria

(18) On February 20, 1974, the Board of Trustees approved a resolution identifying a site in an urban renewal area of the city of Peoria for the Peoria School of Medicine and authorized the execution of a contract for the sale of land. In addition to the contract, the University and the city of Peoria also entered into a co-operation agreement with respect to the urban renewal area adjacent to the site to be acquired by the University. Under the terms of the agreement, the University is to be given the first option to purchase the adjacent tract at a price to be determined at the time. The agreement also provides that the Board must express its interest in acquiring the property within thirty days.

On November 4, 1975, the city of Peoria notified the University that it is now undertaking efforts to sell the land in accordance with the agreement.

The President of the University, with the concurrence of the appropriate administrative officers, recommends that the University advise the city of Peoria that it does not have an interest in acquiring the adjacent tract of land.

On motion of Mr. Forsyth, this recommendation was approved. Vice President Ronald W. Brady was designated as the representative of the Board of Trustees on the advisory review committee to review plans submitted by the redevelopers for the development of the adjacent tract.

Risk Financing of Hospital and Medical Malpractice

Mr. Costello reviewed briefly recent court decisions and their implications with regard to malpractice claims and their disposition.

Following his comments, Mr. James Gallivan, Supervisor of Insurance, presented and reviewed an analysis of the University's exposure to loss from medical malpractice claims, faculty and staff members' exposure to personal risk and liability claims, and related matters. He presented a plan for insurance, involving self-insurance and the purchase of excess liability insurance. (A detailed document outlining the proposal is filed with the Secretary of the Board for record.) No action of the Trustees was requested at this time; rather, Vice President Brady asked for a general consensus that the plan as outlined be pursued and specific recommendations with regard to it be brought to the Board for action at a later date. By consensus, the Trustees agreed.

There being no further business, the Board adjourned.

EARL W. PORTER
Secretary

EARL L. NEAL
President

LUNCHEON GUESTS

Guests of the Board at the luncheon included a number of staff from administrative offices and officers of student organizations on the Medical Center campus.