

**MEETING OF THE BOARD OF TRUSTEES**  
**OF THE**  
**UNIVERSITY OF ILLINOIS**

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**March 23, 1977**



The March meeting of The Board of Trustees of the University of Illinois was held in Room 509-10, Chicago Circle Center, Chicago Circle campus, Chicago, Illinois, on Wednesday, March 23, 1977, beginning at 9:45 a.m.

President George W. Howard III 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 James R. Thompson was absent. The following nonvoting student trustees were present: Mr. Robert K. Conlon, Medical Center campus; Mr. David G. Matthews, Chicago Circle campus; Mr. Keith A. Volgman, Urbana-Champaign campus.

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; Chancellor Donald H. Riddle, 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 meetings of November 19 and December 15, 1976, copies of which had previously been sent to the Board.

On motion of Mr. Livingston, these minutes were approved as printed on pages 117 to 173 inclusive.

### **BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY**

#### **President's Reports**

##### **Announcement of Chancellor Peltason's Appointment as President of the American Council on Education**

President Corbally called attention to the recent public announcement of Chancellor Peltason's appointment to the presidency of the American Council on Education. He will assume the new duties effective September 1, 1977. The President expressed his personal appreciation of the outstanding service rendered by Mr. Peltason as Chancellor since 1967 and conveyed the University's support in his new position of national leadership. The Trustees expressed their appreciation of the recognition reflected in the appointment and of the Chancellor's distinguished service to the University.

President Corbally reported briefly on the selection process now under way, leading to the appointment of a new Chancellor at Urbana. In accord with the *Statutes*, the Urbana Senate is developing the format for a committee to be selected by the Senate to advise the President in the appointment of a Chancellor. The committee will review the criteria and develop procedures. The President indicated that all involved will attempt to avoid an interim appointment, but that it is not possible to guarantee that a new Chancellor will be in office by September 1.

#### **Food for Century Three Program**

An encouraging level of support for this program has been indicated by the Governor, especially for the first two years. This is unusually significant in a year when state funds for capital development are quite limited.

#### **Proposed Revisions in Governing Board Statutes**

The General Assembly currently has under consideration two bills which would revise the state statutes pertaining to public university and community college governing boards. House Bill 319 provides student board members with full rights and privileges including the right to vote. Although Representative Dyer, its original sponsor, has dropped the bill, it has been picked up by Representatives Lucco and Stuffle.

House Bill 679 (Dyer) clarifies that student members are to receive all rights and privileges except the right to vote. While this Board is

already granting those rights and privileges, apparently the bill was prompted by the fact that other boards are not doing so.

### Report on Selected Topics of Current Interest

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.

### REGULAR AGENDA

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

#### Budgets for 1977 Summer Sessions, Chicago Circle and Urbana-Champaign

(1) The Chancellors at the Chicago Circle and Urbana-Champaign campuses have recommended the budgets and appointments to the faculty for the 1977 summer sessions. (Copies of the budget documents are filed with the Secretary of the Board.)

The distribution of the budgeted funds is as follows:

|                | <i>Urbana-Champaign</i>        | <i>Chicago Circle</i>        | <i>Total</i>       |
|----------------|--------------------------------|------------------------------|--------------------|
| Salaries ..... | \$1 869 610                    | \$849 077                    | \$2 718 687        |
| Reserve .....  | 24 810                         | 6 033                        | 30 843             |
|                | <u>\$1 894 420<sup>1</sup></u> | <u>\$855 110<sup>2</sup></u> | <u>\$2 749 530</u> |

The projected enrollment for 1977 and corresponding figures for 1976 are as follows (head count):

|                         | <i>Actual<br/>1976</i> | <i>Projected<br/>1977</i> | <i>Decrease or<br/>Increase</i> | <i>Percent of Decrease<br/>or Increase</i> |
|-------------------------|------------------------|---------------------------|---------------------------------|--|
| <i>Urbana-Champaign</i> |                        |                           |                                 |  |
| Undergraduate..         | 4 344                  | 4 300                     | - 44                            | -1.0                                       |
| Professional ....       | 294                    | 300                       | + 6                             | +2.0                                       |
| Graduate .....          | 6 166                  | 6 100                     | - 66                            | -1.1                                       |
| <i>Total.....</i>       | <u>10 804</u>          | <u>10 700</u>             | <u>-104</u>                     | <u>-1.0</u>                                |
| <i>Chicago Circle</i>   |                        |                           |                                 |  |
| Undergraduate..         | 5 490                  | 5 700                     | +210                            | +3.8                                       |
| Graduate .....          | 1 074                  | 1 000                     | - 74                            | -6.9                                       |
| <i>Total.....</i>       | <u>6 564</u>           | <u>6 700</u>              | <u>+136</u>                     | <u>+2.1</u>                                |

The salaries recommended for summer session appointments are computed on the basis of the standard formula: two-ninths of the salary of the academic year for the full period of the session, with proportionate amounts for shorter periods or for part-time service.

There is no summer budget for the Medical Center. All colleges and schools at that campus will utilize faculty members on twelve-month service contracts for the educational programs offered in the 1977 summer quarter.

With the concurrence of the Vice President for Academic Affairs and the Vice President for Administration, I recommend that the appointments to the staff for the summer sessions be approved as submitted and that the President of the University be authorized to accept resignations, to approve additional ap-

<sup>1</sup> The total budget for Urbana-Champaign for 1976 was \$1,860,000.

<sup>2</sup> The total budget for Chicago Circle for 1976 was \$786,160.

pointments, and to make such other changes as are necessary to meet the needs of the 1977 summer sessions within the total allocation of funds indicated.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

On motion of Mr. Livingston, these appointments and the summer session budgets for Chicago Circle and Urbana-Champaign for 1977 were approved, and authority was given as requested; this action was taken 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 Thompson.

### **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 eight 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 have been filed with the Secretary.

The committee also recommends, pursuant to Rule 16(d) of the Regulations, that the certificate of Certified Public Accountant be awarded to a candidate who wishes to transfer the examination credit earned by passing the standard written examination in another state and who has fulfilled all other legal requirements under Sections 1, 2, and 3 of the Illinois Accountancy Act of 1943, as amended. The name of the candidate has been filed with the Secretary.

I concur.

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

### **Appointments and Reappointments to the Board of Directors of the Athletic Association of the University of Illinois at Urbana-Champaign**

(3) On recommendation of the Chancellor at the Urbana-Champaign campus, I submit herewith nominations for appointment to the Board of Directors of the Athletic Association of the University of Illinois at Urbana-Champaign, to become effective immediately and to continue until the March 1978 meeting of the Board of Trustees or until the successors of these directors have been appointed.

#### **From the Faculty**

##### *New Appointments*

**JAMES W. BAYNE**, Professor and Associate Head of the Department of Mechanical and Industrial Engineering, and currently the Chairman of the Senate Committee on Athletics and Recreation. His appointment to the board would fill the vacancy left open due to the expiration of the term of Professor Frank C. Hinds. (Professor Bayne has been a member of the faculty for thirty years.)

**EMILY S. WATTS**, Associate Professor of English. Her appointment to the board would fill one of two vacancies recently established by an amendment to the Athletic Association Bylaws to increase the membership of the Board of Directors by two members. (Professor Watts has been a member of the faculty for fourteen years.)

*Reappointments*

T. EMERSON CAMMACK, Professor of Finance and Associate Dean of the College of Commerce and Business Administration. (He has served on the board since 1975.)

JOHN R. DAHL, Associate Professor of History and Associate Chairman of the Department, and Counselor in Teacher Education. (He has served on the board since 1974.)

WILLIAM A. FERGUSON, Associate Professor of Mathematics and Executive Secretary of the Department, Faculty Representative to the Big Ten. (He has served on the board since 1976.)

JOHN P. HUMMEL, Professor of Physics and of Chemistry and Associate Head of the Department of Chemistry. (He has served on the board since 1976.)

ELISABETH R. LYMAN, Research Assistant Professor in the Coordinated Science Laboratory and in the Computer-based Education Research Laboratory. (She has served on the board since 1976.)

**From the Alumni Association***New Appointment*

CLARK ROOT, Class of 1933, President of Universal Lockport Corporation, Joliet, Illinois. Mr. Root is a life member of the Alumni Association, has served on the Golden Anniversary Fund Committee, is a member of the University of Illinois Foundation, and received the 1972 Distinguished Alumnus Award from the Civil Engineering Alumni Association. (Mr. Root will fill the second vacancy recently established by amendment to the Bylaws of the Athletic Association to increase the board membership by two members.)

*Reappointments*

WILLIAM J. CHAMBLIN, Class of 1955, President of Bradford Supply Company, Robinson, Illinois. (Mr. Chamblin is the Chairman of the Board of Directors of the Athletic Association and has served on the board since 1973.)

JAMES S. GRABOWSKI, Class of 1966, Director of Quality Assurance, Sellstrom Manufacturing Company, Palatine, Illinois. (He has served on the board since 1974.)

WILLIAM D. HOLMES, Class of 1951, President of Kankakee Water Company, President of the University of Illinois Alumni Association. (He has served on the board since 1975.)

MARY H. JONES (Mrs. Richard J.), Class of 1948, Champaign, Illinois. (She has served on the board since 1974.)

PAUL L. PATTERSON, Class of 1950, Player Relations and Scout, Chicago Bears, Chicago, Illinois. (He has served on the board since 1974.)

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

**Appointment to Forestry Advisory Committee,  
College of Agriculture, Urbana**

(4) The Chancellor at Urbana-Champaign, on the advice of the Dean of the College of Agriculture, has recommended that David F. Jolly, recently appointed supervisor of the Shawnee National Forest, be named to the Forestry Advisory Committee to serve the unexpired term of Charles J. Hendricks. Mr. Hendricks, who was supervisor of the Shawnee National Forest, has transferred to a National Forest Service position in Idaho.

I concur in this recommendation.

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

### **Acting Deanship of the College of Urban Sciences, Chicago Circle**

(5) The Chancellor at Chicago Circle has recommended the appointment of Ashish Kumar Sen, presently Associate Professor of Urban Sciences, as Acting Dean of the College of Urban Sciences, effective April 1, 1977, on a twelve-month service basis, to serve until August 31, 1977, at an annual salary of \$28,835.

Professor Sen will succeed Acting Dean Andrew Bavas who succeeded Dean Charles Orlebeke when he resigned to become Assistant Secretary for Policy, Development, and Research, U.S. Department of Housing and Urban Development effective August 18, 1975. (Mr. Orlebeke has since rejoined the faculty at Chicago Circle.)

Professor Sen was nominated by the faculty of the college. The Vice President for Academic Affairs concurs in the recommendation.

I recommend approval.

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

### **Acting Deanship, School of Public Health, Medical Center**

(6) The Chancellor at the Medical Center has recommended the appointment of Dr. Alan W. Donaldson, presently Professor of International Health and Associate Dean of the School of Public Health, as Acting Dean of the school effective no later than April 1, 1977, on a twelve-month basis, at an annual salary of \$43,386.

Dr. Donaldson will continue to hold the rank of Professor of International Health on indefinite tenure. He will succeed Dr. Paul Q. Peterson who is on leave of absence to serve as Director of the Illinois Department of Public Health.

This recommendation is endorsed by the Executive Committee of the School of Public Health. The Vice President for Academic Affairs concurs.

I recommend approval.

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

### **Head Basketball Coach, Chicago Circle**

(7) The Chancellor at the Chicago Circle campus has recommended the appointment of Thomas Meyer, presently basketball coach and teacher of physical education at Oak Park and River Forest High School, as Head Basketball Coach effective September 1, 1977, on a twelve-month basis, at an annual salary of \$19,995.

This recommendation is made with the advice of a search committee.<sup>1</sup>

With the concurrence of the Chancellor, the recommendation that Mr. Meyer be appointed Head Basketball Coach has been publicly announced by the College of Health, Physical Education, and Recreation.

The action is now submitted to the Board of Trustees for approval.

I recommend approval.

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

### **Appointments to the Faculty**

(8) The following new appointments to the faculty of the rank of Assistant Professor and above, and 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.

<sup>1</sup> Sheldon L. Fordham, Dean of the College of Health, Physical Education, and Recreation, *Chairman*; Donald H. Riddle, Chancellor; William Roetzheim, Director of Athletics and Associate Professor of Physical Education, College of Health, Physical Education, and Recreation; Mary Kay Walsh, Associate Director-Coach, College of Health, Physical Education, and Recreation; and Edward Deam, Professor of Architecture, faculty representative.

- 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
- 1-7 — 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. CHARLES TIER, Assistant Professor of Mathematics, beginning September 1, 1977 (1), at an annual salary of \$14,600.

### Medical Center

2. SAHAG A. BAGHDASSARIAN, Clinical Assistant Professor of Ophthalmology, Abraham Lincoln School of Medicine, on 12 percent time, beginning December 1, 1976 (N12), for seven months, at a salary of \$1,788.
3. JOANNE C. PIZZUTO, Assistant Professor of Medical-Surgical Nursing, College of Nursing, beginning February 16, 1977 (1Y), at an annual salary of \$15,000.

### Urbana-Champaign

4. R. BAIRD SHUMAN, Professor of English, beginning August 21, 1977 (A), at an annual salary of \$31,500.
5. JOHN T. SHARP, Professor of Clinical Science (Medicine), School of Basic Medical Sciences, 10 percent time, and in the College of Medicine, Medical Center, 10 percent time, beginning January 1, 1977 (A20), at an annual salary of \$9,000.

### Administrative Staff

6. ARTHUR W. CATRAMBONE, Associate Vice Chancellor for Administration, Chicago Circle, beginning January 14, 1977 (NY), at an annual salary of \$35,770.
7. RICHARD L. MARGISON, Assistant Vice Chancellor for Administrative Affairs, Urbana, beginning May 2, 1977 (NY), at an annual salary of \$25,000.
8. JOHN D. STROUD, Associate Dean and Assistant Professor of Preventive Medicine and Community Health, Abraham Lincoln School of Medicine, Medical Center, beginning February 1, 1977 (NY), at an annual salary of \$42,603.

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

### Appointment to the Center for Advanced Study, Urbana

- (9) The Dean of the Graduate College at Urbana, in consultation with the Director of the Center for Advanced Study and the professors in the center, has recommended Nick Holonyak, Jr., Professor of Electrical Engineering, for appointment as a Professor in the Center for Advanced Study,<sup>1</sup> effective April 21, 1977.

<sup>1</sup> Professors in the center are chosen from among the most distinguished, productive, and widely recognized scholars at the University. Appointment to a professorship in the center is the highest recognition that the University can bestow upon members of its faculty. A professor in the center retains his status in his own department and maintains a full schedule of teaching and research. Currently, the professors in the center are: Joseph L. Doob, Harry G. Drickamer, Nelson J. Leonard, James W. Marchand, Charles E. Osgood, Charles P. Slichter, Jack Stillinger, Michio Suzuki, Ledyard R. Tucker, Gregorio Weber, and Ladislav Zgusta.

The Chancellor at Urbana-Champaign concurs in this recommendation.

I recommend approval.

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

### **Sabbatical Leaves of Absence, 1977-78**

(10) The Chancellors at each campus have recommended members of the faculty to be given sabbatical leaves of absence in accordance with the provisions of the *University of Illinois Statutes*.

The programs of research, study, and travel for which leaves are requested have been examined by the research boards at the campuses, and the Vice President for Academic Affairs has reviewed the applications for the leaves and recommends approval of 65 leaves for Chicago Circle, 15 leaves for Medical Center, and 175 leaves for Urbana-Champaign. (A list of those recommended has been filed with the Secretary of the Board for record.)

I concur.

On motion of Mr. Neal, these leaves were granted as recommended.

### **Curriculum Development Grants for Summer 1977, Chicago Circle**

(11) In order to encourage better teaching at all levels by such means as the systematic improvement of existing courses or the development of new courses for graduates and undergraduates, a Curriculum Development Grant program was established some time ago at the Chicago Circle campus. Twenty applications were submitted for the summer of 1977 and subsequently evaluated by an inter-collegiate Summer Curriculum Development Grants Committee.

On the advice of this committee, the Vice Chancellor for Academic Affairs has recommended to the Chancellor the following awards to the six faculty members whose projects are believed to hold the greatest potential benefits to instruction.

|  | <i>Award (salary)</i> |
|--|-----------------------|
| GEORGE I. BALCH, Assistant Professor of Political Science.....                     | \$ 4 017 78           |
| NATHAN T. CLARK, Assistant Professor of Criminal Justice<br>and of Psychology..... | 1 526 33 <sup>1</sup> |
| WILLIAM M. KAPLAN, Associate Professor of Music.....                               | 3 795 33              |
| DALE E. LAYMAN, Assistant Professor of Education.....                              | 3 245 55              |
| DONALD G. SCHERRER, Assistant Professor of Physical Education....                  | 3 461 33              |
| HARRY S. UPSHAW, Professor of Psychology.....                                      | 6 481 11              |
| <i>Total</i> .....   | \$22 527 43           |

Funding for this program is available in the current operating budget.

The Chancellor at Chicago Circle concurs in this recommendation as does the Vice President for Academic Affairs.

I recommend approval.

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

### **Undergraduate Instructional Awards for the Summer of 1977, Urbana**

(12) For some years, a program of Undergraduate Instructional Awards has been conducted at the Urbana-Champaign campus to encourage faculty interest in improvement in the quality of undergraduate instruction. The awards provide salary for two months (two-ninths of the academic year salary) plus incidental expenses as required.

Fifteen applications have been submitted for the summer of 1977. A campus-

<sup>1</sup> One-month award. All others are two-month awards. Salaries are based on two-ninths of the salary rate for the previous academic year.



wide committee evaluated the proposals and recommended support for those believed to promise the greatest potential benefit to undergraduate instruction.

The Vice Chancellor for Academic Affairs has recommended to the Chancellor the following awards for the summer of 1977:

|   | <i>Salary</i> | <i>Expense</i> | <i>Total</i> |
|---|---------------|----------------|--------------|
| KENNETH J. CAREY, Associate Professor of Finance .....  | \$5 223       | —0—            | \$5 223      |
| Graduate Assistant (.50 FTE, summer)....  | 910           |                | 910          |
| Graduate Assistant (.25 FTE, fall).....   | 940           |                | 940          |
| ANTHONY L. PERESSINI, Professor of Mathematics .....  | 4 836         | \$ 500         | 5 336        |
| WILSON M. ZARING, Associate Professor of Mathematics .....  | 4 858         |                | 4 858        |
| EMILY R. BRINK, <sup>1</sup> Visiting Lecturer in the School of Music.....                            | 2 792         | —0—            | 2 792        |
| Graduate Assistant (.25 FTE).....   | 455           |                | 455          |
| T. JOHN KIM, Assistant Professor of Urban and Regional Planning.....                                  | 3 445         | 1 300          | 4 745        |
| Graduate Assistant (1.00 FTE).....  | 1 820         |                | 1 820        |
| NORMAN R. MILLER, Assistant Professor of Mechanical Engineering .....                                 | 3 371         | 170            | 3 541        |
| GARY S. ADELMAN, Associate Professor of English .....   | 3 994         | 100            | 4 094        |
| Graduate Assistant (.50 FTE).....   | 910           |                | 910          |
| LAURNA G. RUBINSON, Assistant Professor of Health and Safety Education.....                           | 3 160         | —0—            | 3 160        |
| Graduate Assistant (.50 FTE).....   | 910           |                | 910          |
| CLIFFORD G. CHRISTIANS, Research Assistant Professor in the Institute of Communications Research..... | 3 243         | —0—            | 3 243        |

Half of the funds for these awards and associated expenses will be supplied from the budgets of the units submitting the proposals, the other half from campus reserves.

The Chancellor at Urbana-Champaign concurs in these recommendations as does the Vice President for Academic Affairs.

I recommend approval.

On motion of Mr. Hahn, these recommendations were approved.

### Honorary Degree, Medical Center

(13) The Senate at the Medical Center campus has recommended that an honorary degree be conferred on the following person at the Commencement Exercises on June 3, 1977.

FREDERIC A. GIBBS, Professor Emeritus, University of Illinois at the Medical Center, the degree of Doctor of Science

The Chancellor concurs in the recommendation of the Medical Center Senate.

I recommend approval.

On motion of Mr. Livingston, this degree was authorized as recommended.

### Change in Program from a Master of Science in Nursing (M.S.N.) to Master of Science (M.S.)

(14) On June 22, 1953, the Board of Trustees approved a program leading to the Bachelor of Science degree in Nursing. A Master of Science in Nursing degree was

<sup>1</sup> Will be on the faculty next year.

approved in March 1963, and the Doctor of Philosophy degree in Nursing on July 17, 1974.

The College of Nursing now has proposed to change the name of its master's degree from Master of Science in Nursing (M.S.N.) to Master of Science (M.S.).

Attending this change in name are an improved articulation of the master's program with the doctoral program and some minor revisions in the areas of study. Among the revisions are a reduction in the minimum credit hour requirement from 65 to 60, increased emphasis on research, improved format of some courses by changing lectures/discussions to seminars but adding no new subject matter, and improved delineation of the six major areas of concentration with multiple tracks in each area.

These changes have been approved by the graduate faculty, the Medical Center Senate, the Chancellor at the Medical Center, and the Vice President for Academic Affairs. The University Senates Conference has indicated that no other Senate jurisdiction is involved.

I concur.

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

### **Laurence J. Norton Chair, College of Agriculture, Urbana**

(15) On February 21, 1973, the Board accepted a gift provided through a trust indenture executed by the late Aurene T. Norton. Under the trust indenture, income is payable to the University and is:

to be used for visiting lecturers or for the endowment of a professional chair in the field of agricultural marketing so long as that subject is a feasible subject, and thereafter for visiting lecturers or a professional chair in agricultural economics. I direct that the lecturer and/or the chair provided for herein shall be administered by the dean of the College of Agriculture and the head of the Department of Agricultural Economics at the University of Illinois, and shall be named "The Laurence J. Norton Chair" in memory of my late husband. I further direct that the preference shall be given to American lecturers in this subject.

The Board action of 1973 provided for the establishment of the Laurence J. Norton Chair and for its occupancy on a rotational basis. Further, it was to be considered an additional manpower source, not a replacement of current funds used for existing purposes. The Dean of the College of Agriculture and the Head of the Department of Agricultural Economics were authorized to administer it.

The Chancellor, the Dean of the College of Agriculture, and the Head of the Department of Agricultural Economics at the Urbana-Champaign campus have now recommended that the following guidelines be adopted for the administration of the chair and for the application of the income received by the University under the trust indenture:

1. An appointee to the Laurence J. Norton Chair shall be known as the "Laurence J. Norton Professor of Agricultural Marketing" and shall be an individual whose objective will be to improve the quality of the University of Illinois programs in agricultural marketing.
2. The chair will be administered by the Dean of the College of Agriculture and the Head of the Department of Agricultural Economics, subject to the appropriate rules and regulations of the University. Appointment to the chair will be made in accordance with established University procedures, upon recommendation of the Dean of the College of Agriculture with the concurrence of the Head of the Department of Agricultural Economics, who may have the advice of the department faculty.

3. An appointee to the Laurence J. Norton Chair will normally be an individual on indefinite term appointment in the Department of Agricultural Economics and will continue to occupy the chair without specified term until further action of the Board of Trustees upon the recommendation of the Dean of the College of Agriculture and the Head of the Department of Agricultural Economics, with the concurrence of the Chancellor and the President.
4. Subject to compliance with established University procedures, funds received for the Laurence J. Norton Chair shall be applied to provide the partial or full salary of the appointee to the Laurence J. Norton Professorship of Agricultural Marketing and for support of the teaching and research activities and programs directed by such appointee with the approval of the Department Head and Dean. Such support may include provision for visiting lecturers in connection with such activities or programs or in connection with conferences and clinics related to the field of agricultural marketing, teaching or research associates and assistants, and supportive services, including secretarial assistance and travel.
5. These guidelines with respect to the administration of the chair may be supplemented within the terms of the bequest by the Chancellor, subject to the concurrence of the President, after consultation with the Dean of the College of Agriculture and the Head of the Department of Agricultural Economics.

The Vice President for Academic Affairs concurs in this recommendation.  
I recommend approval.

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

### **President's Report**

#### **Revision of the Undergraduate Curriculum in Landscape Architecture, Urbana**

(16) The Urbana-Champaign Senate has approved a revision of the undergraduate curriculum in landscape architecture involving a number of changes in course content and changed credit hours. A 2-hour elective is deleted and a field trip made mandatory. The net result is to reduce the number of hours required for graduation from 132 to 128.

The revisions are designed to improve substantially the quality of the curriculum by improving organization and content to reflect changing conditions in the profession. The revisions also will strengthen professional skills and will permit flexibility in progress through the curriculum for transfer students, by concentrating the primary professional courses within three years.

#### **Change in Name, Foreign Student-Staff Affairs, Urbana**

The Chancellor at Urbana-Champaign has approved a change in name of the Foreign Student-Staff Affairs Office to International Student-Staff Affairs Office.

The change, requested by students from other countries, is more in accord with the terminology adopted for similar activities at other institutions.

This report was received for record.

### **Policy on Reemployment of Retirees**

(17) On February 16, 1977, the Board approved a policy, to be implemented prospectively, establishing limitations on post-retirement salaries as requested by the State Universities Retirement System.

A question has been raised as to the effect of that policy on persons planning to retire at the end of the 1976-77 academic year whose plans were made in the light of practices permissible prior to the February 1977 action.

In order to provide for the equitable resolution of such cases, I recommend that a committee, consisting of the President of the University, the University Counsel, and the appropriate Chancellor, review each such case. In those cases in which it is clear that decisions have been made and actions taken based on the previous policy, exceptions may be granted by the committee to honor those understandings.

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

### **Recommendations of the University Patent Committee**

(18) The University Patent Committee submits the following recommendations relating to discoveries or inventions by members of the staff.

I concur in these recommendations.

The Committee on Patents of the Board of Trustees has examined the disclosure documents and other background materials related to these inventions and recommends approval.

1. *Lime Treatment of Organic Fibers to Increase Methane*—John T. Pfeffer, Professor of Sanitary Engineering in Civil Engineering, Urbana, inventor; developed under the sponsorship of the National Science Foundation.

University Patents, Inc., reported that only limited patent claims could be made and that there was no interest shown by industry. The University Patent Committee recommends that the University not apply for a patent and that greater rights not be requested from the sponsor.

2. *Prediction of Antimicrobial Activity*—Lowell P. Hager, Professor and Head of Biochemistry, Urbana, Kenneth L. Rinehart, Jr., Professor of Chemistry, Urbana, Paul D. Shaw, Professor of Biochemistry in Plant Pathology, Urbana, Robert H. White, Research Associate in Biochemistry at the University of California, San Diego, inventors; developed under the sponsorships of the National Institutes of Health, the National Science Foundation, and the Upjohn Corporation.

University Patents, Inc., reported that it wishes to file a patent application. The University Patent Committee recommends that the rights of the University be transferred to the University of Illinois Foundation, subject to the rights of the sponsors, and that 15 percent of the net income received by the University of Illinois Foundation, after payment of any costs and expenses of securing a patent and of development and administration, be distributed to the inventors, who will share equally 3¼ percent each.

3. *Illini Sparkler*—John Robert Culbert, Professor of Floriculture in Horticulture, Urbana, inventor.

University Patents, Inc., reported that it wishes to file for a plant patent and that it is negotiating with a firm for the marketing of this chrysanthemum. The University Patent Committee recommends that the rights of the University be transferred to the University of Illinois Foundation and that 15 percent of the net income received by the University of Illinois Foundation, after payment of any costs and expenses of securing a patent and of development and administration, be distributed to the inventor.

On motion of Mr. Neal, these recommendations were approved.

### **Contracts for Main Kitchen Remodeling, Phase II, Student Residence Hall, Medical Center**

(19) The President of the University, with the concurrence of the appropriate administrative officers, recommends award of contracts for the Phase II remodeling

of the main kitchen in the Student Residence Hall at the Medical Center campus on the basis of the low bids as follows:

**General Work**

J. A. Boulton & Co., Chicago..... \$ 8 900 00

**Plumbing Work**

"DOLE" Plumbing, Riverside..... 6 343 00

**Heating and Air Conditioning Work**

Certified Mechanical Contractors, Inc., Riverside..... 3 746 00

**Ventilation Work**

Narowetz Heating and Ventilating Company, Melrose Park..... 4 778 00

**Electrical Work**

Gibson Electric Co., Inc., Hillside..... 6 534 00

**Kitchen Equipment**

Southern Equipment Co., Elk Grove Village..... 72 724 38

**Total**..... \$103 025 38

The low bidders for Divisions II, III, and IV did not acknowledge receipt of Addendum No. 1 issued on February 4, 1977. Since that addendum did not contain any changes for these divisions of work, the University Counsel has advised that this is an irregularity in the bidding which can be waived, and it is recommended that it be waived.

It is further recommended: that all contracts, other than the contract for general work, be assigned to the contractor for general work, making the total of its contract \$103,025.38; and that an agreement be entered into with J. A. Boulton & Co. for the assignment of the other contracts.

Funds for this work are available from the 1951 Dentistry-Medicine-Pharmacy Revenue Bond Fund.

A schedule of the bids received and a report from the Physical Plant Department have been filed with the Secretary of the Board for record.

This project has been approved as a noninstructional facility by the State Board of Higher Education.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

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 Thompson.

**Contract for Landscape Development, Rockford School of Medicine**

(20) The President of the University, with the concurrence of the appropriate administrative officers, recommends award of a contract for \$31,102.85 to Maintenance Unlimited — A Division of Rockford Blacktop Construction Company, Inc., Rockford, the low base bidder (plus five additive alternates) for landscape development of the site for the Rockford School of Medicine.

Funds are available from state capital appropriations to the University for FY 1977.

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. Matthews, Mr. Volgman; no, none.

On motion of Mr. Livingston, this contract was awarded by the fol-

lowing vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Thompson.

#### **Contract for Tennis Court Resurfacing, Urbana**

(21) The President of the University, with the concurrence of the appropriate administrative officers, recommends award of a contract for \$71,500 to Champaign Asphalt Company, Urbana, the only bidder, on its base bid plus additive Alternative "A," for the repair and resurfacing of the tennis courts at First Street and Gregory Drive and at Freer Gymnasium on the Urbana-Champaign campus.

The work consists of cleaning, repairing, leveling, and resurfacing twelve courts, including the installation of new net standards, color sealing the new surface, and striping. The work is to begin about May 1, 1977, and is to be completed by the middle of June.

Funds are available in the operating budget of the Operation and Maintenance Division.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

On motion of Mrs. Shepherd, this contract was 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 Thompson.

#### **Parking Structure Number Two, Chicago Circle**

(22) The President of the University, with the concurrence of the appropriate administrative officers, recommends approval of a project for construction of parking structure #2 at the Chicago Circle campus and of the employment of Carl Walker & Associates, Inc., Elgin, to provide the professional architectural and engineering services required in connection with the planning and construction of a second parking structure at the Chicago Circle campus. Employment would be on the basis of a lump sum fee of \$211,000. The firm will be authorized to complete the work in the development of construction contract documents and the receipt of bids at a fixed fee of \$171,000 plus reimbursements authorized by the University. The work of the firm required during the construction phase is subject to further Board approval.

After the receipt of bids for the construction and revenue bonds, the Board will be requested to approve the sale of revenue bonds, the contracts for the construction work, and the balance of the architectural and engineering services required during the construction phase. The cost of the latter will be on the basis of a fixed fee of \$40,000 plus authorized reimbursements.

Funds are available from the reserve for Continuing Operations and Development of the Congress Circle Union Bonds.

Approval of this recommendation is subject to approval of the project as a noninstructional facility by the Illinois Board of Higher Education.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

On motion of Mrs. Shepherd, this recommendation was approved by the following vote: Aye, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Thompson. Mr. Forsyth and Mr. Hahn asked to be recorded as not voting.

### **Increase in Contract of Equipment Planning Consultant for Replacement Hospital, Medical Center**

(23) On May 21, 1975, the Board of Trustees authorized the employment of Medical Equipment Design Associates, Inc., Minneapolis, to provide the professional services in the selection of equipment for the replacement hospital at a fee not to exceed \$118,000 including reimbursable expenses authorized by the University. It was contemplated that the Capital Development Board would employ the firm to develop the specifications for the equipment to be purchased for the hospital with Capital Development Bond Funds. The equipment funds appropriated for FY 1977 were vetoed by the Governor. In order that the completion schedule of the hospital be maintained, it is necessary at this time to prepare the specifications for the equipment to be purchased with equipment funds requested for FY 1978 so that bids may be solicited when the funds are available.

Accordingly, the President of the University, with the concurrence of appropriate administrative officers, recommends an increase in the contract with the Medical Equipment Design Associates, Inc., Minneapolis, to provide the professional services necessary for the development of the specifications for the equipment. The fee will be based on the firm's hourly rate schedule for personnel involved in the project and will not exceed \$34,000 including reimbursable expenses authorized by the University.

Funds for this project are available in the Hospital Income Account.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

On motion of Mr. Livingston, this recommendation was approved by the following vote: Aye, Mr. Forsyth, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Thompson. Mr. Hahn asked to be recorded as not voting.

### **Extension of Possession, Peoria School Site**

(24) On February 20, 1974, the city of Peoria, the University, and the Capital Development Board entered into a contract for the sale of land in Peoria, Illinois, to serve as the site for the Peoria School of Medicine. That contract was amended on February 16, 1976, to permit the city to remain in possession of a parcel in the north part of the site until March 31, 1977.

The Chancellor at the Medical Center campus, at the request of the city of Peoria, has recommended that the deadline for surrendering possession be extended until June 30, 1977, for the convenience of the city. This extension will not interfere with any of the programs of the Peoria School of Medicine.

I concur.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

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 Thompson.

### **Amendment to Lease of Space for Division of Services for Crippled Children in Springfield**

(25) The President of the University, with the concurrence of appropriate administrative officers, recommends amending the current lease for space in Building

V, Iles Park Place, Springfield, to provide 1,570 square feet of additional space for the Division of Services for Crippled Children from April 1, 1977, through June 30, 1977, at a rental based on \$6.32/sq. ft. per year, or approximately \$2,481, for the lease period.

Funds for this rental are available in the current budget of the Division of Services for Crippled Children.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

On motion of Mr. Livingston, this recommendation was approved by the following vote: Aye, Mr. Howard, Mr. Lenz, Mr. Livingston, Mr. Neal, Mrs. Rader, Mrs. Shepherd, Mr. Velasquez; no, none; absent, Governor Thompson. Mr. Forsyth and Mr. Hahn asked to be recorded as not voting.

### **Change in Nonexclusive Licensing Agreements for Computer Software Packages, Chicago Circle**

(26) On March 20, 1974, the Board of Trustees authorized agreements providing for the granting of five-year nonexclusive licenses in a University software program to organizations which desire to use such programs, setting a fee of \$1,500 for each such license. The software program, developed at the Chicago Circle Computer Center, is known as the HASP/TSO or JES/TSO Interface Package.<sup>1</sup>

The original action made no provision for the Chicago Circle campus to retain costs associated with the preparation, distribution, and maintenance of the software interface package; nor did the action provide for a lower fee (at cost) for publicly supported educational institutions. It has been the practice to make computer resources available to such institutions at cost, inasmuch as public funds have been used in acquiring the resources.

Therefore, the Vice President for Administration, with the concurrence of the appropriate administrative officers, now has recommended: (1) that the Chicago Circle campus retain its out-of-pocket costs; (2) that all receipts in excess of the cost of providing this software interface over the life of each such license be deposited in the University Income Fund; and (3) that publicly supported educational institutions be permitted to obtain the interface package at a cost of \$750.

I concur.

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

### **Purchases**

(27) 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:

<sup>1</sup> JES, or Job Entry Subsystem, is the replacement for HASP, or Houston Automatic Spooling. The users of the IBM System 370 timesharing option will have access to the resources of the computer's batch operating system. This is thought to be a valuable operating convenience and is not currently available from the standard software packages.



*From Appropriated Funds*

Recommended ..... \$ 40 292 75

*From Institutional Funds*

Recommended ..... 554 049 83

*Grand Total* ..... \$594 342 58

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. Matthews, Mr. Volgman; no, none.

On motion of Mr. Velasquez, 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 Thompson.

### Report of Purchases Approved by the Vice President for Administration

(28) 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

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

#### Chicago Circle

##### New Contracts

| <i>With Whom</i>                                | <i>Purpose</i>   | <i>Amount to Be<br/>Paid to the<br/>University</i> |
|---|--|--|
| City of Chicago, Board of Education             | Provide ranked poverty listings for school attendance areas  | \$ 9 375   |
| City of Evanston                                | Study of assessment ratios of real property  | 9 080  |
| ETA, Inc.                                       | Analyze the physico-chemical properties of liquid waste samples from Illinois industries                       | 14 000   |
| Small Business Administration<br>SBA-0713-MA-77 | Provide management counseling and technical assistance to small business concerns                              | 10 000   |
| State of Illinois Dangerous<br>Drugs Commission | Provide three workshops dealing with basic individual counseling techniques relating to drug dependent clients | 8 625  |
| United States Army<br>DAAG-29-77-M-0055         | Workshop on nonlinear waves in solids  | 8 833  |
| Urban Gateways                                  | Evaluation of arts in the schools  | 6 000  |
| <i>Total</i>                                    |  | <u>\$ 65 913</u>                                   |

##### Change Orders

| <i>With Whom</i>  | <i>Purpose</i>   | <i>Amount to Be<br/>Paid to the<br/>University</i> |
|---|--|--|
| Illinois Law Enforcement<br>Commission                      | Impact of child abuse and neglect-reporting laws on the criminal justice system in Cook County | \$ 55 000  |
| State of Illinois Department<br>of Public Aid               | Identification of Spanish caseload areas for development of bilingual casework staff           | 41 100   |
| United States Department of<br>Transportation<br>IL-11-0008 | Comprehensive study of problems of transportation in urban areas                               | 156 478  |
| <i>Total</i>  |  | <u>\$ 252 578</u>                                  |

## Medical Center

## New Contracts

*With Whom*  
National Foundation March  
of Dimes  
*Total*

*Purpose*  
Support of birth defects medical program

*Amount to Be  
Paid to the  
University*

\$ 25 242

\$ 25 242

## Change Orders

*With Whom*  
State of Illinois Institute for  
Environmental Quality  
80.046

*Purpose*  
Development of an economic health impact component

*Amount to Be  
Paid to the  
University*

\$ 29 000

United States Department  
of Health, Education,  
and Welfare:

NO1-AI-22529

Evaluation of histocompatibility matching in renal  
transplantation

149 939

NO1-CP-43345

Supply of fresh human materials obtained from patients  
with neoplastic diseases

14 562

*Total*

\$ 193 501

## Urbana-Champaign

## New Contracts

*With Whom*  
Illinois Crop Improvement  
Association, Inc.:  
No. 6

*Purpose*

*Amount to Be  
Paid to the  
University*

\$ 16 500

No. 7

Evaluate the effect of seeding date on performance of  
winter wheat varieties in Illinois  
Evaluate seed treatment and seed-screening techniques  
to enhance soybean establishment under dry condi-  
tions

23 540

No. 8

Sources of resistance to phomopsis seed rot of soybeans

6 000

No. 9

Soybean seed quality as affected by impact damage

30 060

National Dairy Council  
142 (A)

Origin, occurrence, and significance of high orotic acid  
content in bovine milk

21 600

National Endowment for  
the Arts

Preparation of visual material illustrating a report on  
publicly assisted housing developments

5 000

State of Illinois Department  
of Public Aid

Family-centered child welfare training project

149 200

Texas A & M University

Evaluate immunologic procedures for anaplasmosis

29 800

United States Air Force:

AFOSR 77-3185

NMR study of viscoelastic fluids and elastomers under  
extreme conditions of temperature and pressure

41 961

AFOSR 77-3195

Fatigue crack initiation and propagation of members  
subjected to variable loadings

40 000

F41689-77-C-0029

Optimizing the water treatment program at Chanute  
Air Force Base and reducing scale and corrosion prob-  
lems at Scott Air Force Base

32 000

United States Army  
DAAG 29-77-G-0074

Motion of a hollow, tapered tube subjected to transient  
forces

25 000

United States Department  
of Housing and Urban  
Development  
H-2653

Present the results from a comprehensive three-year  
evaluation of critical design and management issues

30 000

United States Navy  
N00014-77-C-0086

InGaAsp quarternary materials for near infrared de-  
tector and laser applications

374 913

Urbana School District #116

World literature in translation

5 010

*Total*

\$ 830 584

**Change Orders**

| <i>With Whom</i>  | <i>Purpose</i>  | <i>Amount to Be Paid to the University</i> |
|---|---|--|
| Illinois Archaeological Survey                                | Conduct archaeological excavations at sites in Champaign and Piatt Counties | \$ 17 905                                  |
| Northeastern Illinois Planning Commission<br>C-160            | Computer-based planning assistance  | 16 931                                     |
| United States Energy Research and Development Administration: |   |  |
| EY-76-C-02-1195   | Elementary particle interactions in the high-energy region                  | 225 000                                    |
| EY-76-C-02-1198   | Understanding the nature of materials, predominantly solids                 | 294 000                                    |
| EY-76-S-02-2865   | Methodology for combined process and input-output analysis                  | 79 965                                     |
| National Aeronautics and Space Administration:                |   |  |
| NGR 14-005-181  | Rocket studies of the lower ionosphere                                      | 560 000                                    |
| NSG 5049  | Atmospheric refraction and turbulence on the accuracy of laser systems      | 36 442                                     |
| United States Navy<br>N00014-75-C-0293                        | Electromagnetic coupling through apertures in cylindrical structures        | 35 354                                     |
| <i>Total</i>  |   | <u>\$1 265 597</u>                         |

**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:<br>Construction of an eighty-foot by forty-foot extension on the Physical Plant Service Storage Building | \$ 8 000                                   |
| <i>Total</i>             |  | <u>\$ 8 000</u>                            |

**Summary**

|                                      |                    |
|--------------------------------------|--------------------|
| Amount to be paid to the University: |                    |
| Chicago Circle.....                  | \$ 318 491         |
| Medical Center.....                  | 218 743            |
| Urbana-Champaign.....                | <u>2 096 181</u>   |
| <i>Total</i> .....                   | <u>\$2 633 415</u> |
| Amount to be paid by the University: |                    |
| Urbana-Champaign.....                | \$ 8 000           |
| <i>Total</i> .....                   | <u>\$ 8 000</u>    |

This report was received for record.

**Annual Report of the Treasurer**

(30) In accordance with the Bylaws of the Board of Trustees, the Treasurer of the University has submitted a report of receipts and disbursements of University funds in his custody for the period March 1, 1976, to February 28, 1977, certified by the Comptroller. A copy of this report was sent to each member of the Board of Trustees prior to the meeting, and a copy is filed with the Secretary of the Board.

This report was received for record.

**Investment Report****February 1977**

(31) The Comptroller presented the investment report for February 1977.

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

| <i>Date</i>       | <i>Face Value<br/>or Number<br/>of Shares</i> | <i>Security</i>   | <i>Cost or<br/>Yield<br/>(Percent)</i> | <i>Amount</i> |
|-------------------|---|---|--|---------------|
| <b>Sales:</b>     |   |   |  |               |
| 2/2               | 3 651 shares                                  | Houston Lighting & Power common stock. ....                         | \$ 80 152 72                           | \$127 725 98  |
| 2/2               | 2 930 shares                                  | Peoples Gas common stock  | 104 387 50                             | 146 128 87    |
| 2/2               | 1 500 shares                                  | Standard Oil of Indiana common stock. ....                          | 29 360 46                              | 84 034 69     |
| <b>Purchases:</b> |   |   |  |               |
| 1/17              | \$ 55 000 00                                  | Associates demand notes. ....                                       | 4.73%                                  | \$ 55 000 00  |
| 2/2               | 250 000 00                                    | General Motors acceptance 7.35 percent debentures due 1/15/87. .... | 7.35                                   | 250 000 00    |
| 2/2               | 108 000 00                                    | Household Finance demand notes..                                    | 5.00                                   | 108 000 00    |
| 2/2               | 800 shares                                    | American Home Products common stock. ....                           | 3.49                                   | 22 900 00     |
| 2/2               | 1 500 shares                                  | Coca-Cola common stock. ....  | 3.52                                   | 112 800 00    |
| 2/2               | 800 shares                                    | Eastman Kodak common stock. ....                                    | 2.71                                   | 62 000 00     |
| 2/2               | 2 000 shares                                  | Merck common stock. ....  | 2.52                                   | 119 000 00    |
| 2/2               | 800 shares                                    | Minnesota Mining & Manufacturing common stock. ....                 | 2.76                                   | 42 000 00     |
| 2/15              | \$ 387 000 00                                 | Commercial Credit demand notes..                                    | 4.86                                   | 387 000 00    |
| 2/24              | 20 000 00                                     | Hertz demand notes. ....  | 5.12                                   | 20 000 00     |

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

| <i>Date</i>                  | <i>Face Value<br/>or Number<br/>of Shares</i> | <i>Security</i>  | <i>Cost or<br/>Yield<br/>(Percent)</i> | <i>Amount</i>  |
|------------------------------|---|--|--|----------------|
| <b>Sales:</b>                |   |  |  |                |
| 1/12                         | \$ 2 000 00                                   | Ford Motor Credit demand notes. ....   | \$ 2 000 00                            | \$ 2 000 00    |
| 2/2                          | 2 000 000 00                                  | U.S. Treasury bills due 3/31/77. ....  | 1 981 668 89                           | 1 985 937 78   |
| 2/15                         | 1 000 00                                      | Associates demand notes..  | 1 000 00                               | 1 000 00       |
| 2/15                         | 21 000 00                                     | Ford Motor Credit demand notes. ....   | 21 000 00                              | 21 000 00      |
| 2/15                         | 4 000 00                                      | Hertz demand notes. ....   | 4 000 00                               | 4 000 00       |
| 2/23                         | 2 000 000 00                                  | U.S. Treasury bills due 6/28/77. ....  | 1 908 666 67                           | 1 967 013 89   |
| <b>Repurchase Agreement:</b> |   |  |  |                |
| 2/3                          | \$2 000 000 00                                | U.S. Treasury 7½ percent notes due 2/15/81 for 12 days with Blyth Eastman Dillon. .... | 4.65%                                  | \$2 000 000 00 |
| <b>Purchases:</b>            |   |  |  |                |
| 1/3                          | \$ 8 000 00                                   | Ford Motor Credit demand notes..   | 4.73%                                  | \$ 8 000 00    |
| 1/10                         | 15 000 00                                     | Ford Motor Credit demand notes..   | 4.73                                   | 15 000 00      |
| 1/10                         | 4 000 00                                      | Hertz demand notes. ....   | 4.86                                   | 4 000 00       |
| 1/14                         | 1 000 00                                      | Associates demand notes. ....  | 4.73                                   | 1 000 00       |
| 1/28                         | 513 344 71                                    | First National Bank of Chicago 5 percent open-end time deposit. ....                   | 5.00                                   | 513 344 71     |

| <i>Date</i> | <i>Face Value<br/>or Number<br/>of Shares</i> | <i>Security</i>   | <i>Cost or<br/>Yield<br/>(Percent)</i> | <i>Amount</i>  |
|-------------|---|---|--|----------------|
| 2/2         | \$2 000 000 00                                | U.S. Treasury bills due 4/5/77.....   | 4.60%                                  | \$1 984 546 67 |
| 2/15        | 2 000 000 00                                  | Harris Trust & Savings Bank 5¼<br>percent certificate of deposit due<br>5/18/77 dated 11/19/76..... | 4.80                                   | 2 001 961 10   |
| 2/15        | 630 000 00                                    | U.S. Treasury bills due 3/24/77....   | 4.22                                   | 627 280 50     |
| 2/15        | 1 030 000 00                                  | U.S. Treasury bills due 6/23/77....   | 4.76                                   | 1 012 860 80   |
| 2/15        | 725 000 00                                    | U.S. Treasury bills due 9/20/77....   | 4.93                                   | 704 073 34     |
| 2/15        | 20 000 00                                     | U.S. Treasury bills due 2/7/78.....   | 5.25                                   | 19 010 29      |
| 2/17        | 230 000 00                                    | U.S. Treasury bills due 8/18/77....   | 4.98                                   | 224 346 60     |
| 2/18        | 40 000 00                                     | South Shore National Bank 6 per-<br>cent certificate of deposit due<br>2/20/78.....                 | 6.00                                   | 40 000 00      |
| 2/18        | 245 000 00                                    | U.S. Treasury bills due 3/24/77....   | 4.32                                   | 244 005 03     |
| 2/22        | 85 000 00                                     | U.S. Treasury bills due 9/20/77....   | 4.71                                   | 82 684 58      |
| 2/22        | 60 000 00                                     | U.S. Treasury 8¾ percent notes due<br>8/15/78.....  | 5.78                                   | 62 565 00      |
| 2/23        | 2 000 000 00                                  | American Fletcher Bank 5 percent<br>certificate of deposit due 6/28/77<br>dated 12/30/76.....       | 5.00                                   | 1 999 739 29   |
| 2/23        | 305 000 00                                    | U.S. Treasury bills due 9/20/77....   | 4.94                                   | 296 500 67     |
| 2/25        | 2 000 000 00                                  | Federal National Mortgage notes<br>due 5/10/77.....   | 4.75                                   | 1 980 677 78   |
| 2/25        | 145 000 00                                    | U.S. Treasury 8 percent notes due<br>8/28/78.....   | 5.53                                   | 148 489 06     |
| 2/28        | 2 000 000 00                                  | Continental Bank 4¾ percent time<br>deposit due 8/22/77.....  | 4.75                                   | 2 000 000 00   |
| 2/28        | 405 000 00                                    | U.S. Treasury bills due 3/24/77....   | 4.17                                   | 403 876 90     |
| 2/28        | 130 000 00                                    | U.S. Treasury bills due 9/20/77....   | 5.00                                   | 126 415 33     |
| 2/28        | 2 000 000 00                                  | U.S. Treasury bills due 1/10/78....   | 5.38                                   | 1 909 764 44   |
| 2/28        | 110 000 00                                    | U.S. Treasury 8 percent notes due<br>2/28/78.....   | 5.37                                   | 112 818 75     |
| 2/28        | 30 000 00                                     | U.S. Treasury 6¾ percent notes due<br>8/31/78.....  | 5.76                                   | 30 371 88      |

On motion of Mr. Livingston, this report was approved as presented.

### SECRETARY'S REPORT

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

### ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

President Howard called attention to the schedule of regular meetings for the next three months: April 20, Urbana; May 18, Rockford School of Medicine; June 15, Urbana (Agronomy Day).

He also announced that an executive session had been requested and would be convened after the meeting to consider reports on pending litigation.

### RECESS AND EXECUTIVE SESSION

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

### **Litigation Related to Motor Vehicle Accident, Chicago**

(32) A complaint has been filed in the Circuit Court of Cook County in Chicago (No. 77M1 300940) by Steven Shames against the University and one of its employees, Richard Reid. The complaint alleges that on October 14, 1976, a University vehicle driven by Mr. Reid on the Dan Ryan Expressway struck the automobile in which the plaintiff was riding and injured the plaintiff. The complaint seeks damages in the amount of \$15,000.

The matter is the first-known tort litigation initiated against the University or its employees since termination of the University's insurance coverage on August 1, 1976. In the meantime, the Department of Finance of the State of Illinois has drafted a plan of self-insurance in automobile liability cases which it will administer. The draft includes the University and its employees as insureds. It is believed that the Department of Finance will arrange for representation of the University and Mr. Reid, including direct responsibility for defense of the matter and the payment of any settlement or judgment obligations. It is anticipated that Mr. Reid will request the University to provide representation for him on the grounds that at the time of the alleged accident he was acting on behalf of the University while within the course of his employment.

The University Counsel has recommended that he be authorized to take such steps as are necessary or appropriate, including the employment of special counsel, to protect the interests of the University in this matter and to provide representation for Mr. Reid if he requests the same and represents that at all times he was acting on behalf of the University within the scope of his employment.

I concur.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

On motion of Mr. Forsyth, 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 Thompson.

### **Settlement of Discrimination Complaint**

(33) Charges were filed in 1973 by Astrid Berkson, a former member of the faculty of the Department of Mathematics at the Urbana-Champaign campus, with the Illinois Fair Employment Practices Commission (FEPC) and the Federal Equal Employment Opportunity Commission alleging that the University had discriminated against her on the basis of sex in denying her indefinite tenure and promotion. Mrs. Berkson had been given a notice of nonreappointment and was on terminal contract for the academic year 1973-74.

Subsequently, the Illinois FEPC filed a formal complaint against the University which seeks an order from the commission granting indefinite tenure to Mrs. Berkson and directing that she be made whole as to all benefits and income that would have accrued to her if she had been granted indefinite tenure in 1973. Preliminary motions, depositions, and other discovery have been concluded, and the complaint is now set for hearing before the FEPC. The proceedings will be extensive and will consume the time of many members of the campus and departmental staff (e.g., the complainant's attorney has filed notice for the University to produce more than twenty-five staff members for testimony at the hearing). In addition, substantial cost will be involved in defending the matter. Further, it is anticipated that there will be an appeal from whatever disposition occurs at the FEPC level.

The campus administration is of the opinion that the hearings and subsequent appeal will disrupt, and be divisive within, the department. Both the University and Mrs. Berkson are confident of the validity of their respective positions but recognize that major expenditures of time and money will be required to secure a final determination of responsibility. As a result, settlement negotiations have been conducted, and the University Counsel and the Chancellor at the Urbana-Champaign campus now recommend that all matters between the University and Mrs. Berkson be compromised and settled through the payment to her of \$10,500. The Vice President for Academic Affairs supports the recommendation. Funds are available in the campus budget from sources other than state appropriations. Full releases and disclaimers of improper University action would be obtained, and all proceedings would be terminated.

I concur in the recommendation.

The student advisory vote was: Aye, Mr. Conlon, Mr. Matthews, Mr. Volgman; no, none.

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 Thompson.

There being no further business, the Board adjourned.

EARL W. PORTER

*Secretary*

GEORGE W. HOWARD III

*President*