

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

November 15, 1979



The November 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 Thursday, November 15, 1979, beginning at 10:30 a.m.

President William D. Forsyth, Jr., called the meeting to order. 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. Earl Langdon Neal, Mrs. Nina T. Shepherd, Mr. Paul Stone, Mr. Arthur R. Velasquez. The following members of the board were absent: Dr. Edmund R. Donoghue, Governor James R. Thompson. The following nonvoting student trustees were present: Mr. Graham Grady, Urbana-Champaign campus; Mr. Paul A. Sobotka, Medical Center campus; Miss April Wyncott, Chicago Circle campus.

Also present were President Stanley O. Ikenberry; Dr. Peter E. Yankwich, vice president for academic affairs; Chancellor Joseph S. Begando, Medical Center campus; Acting Chancellor John E. Cribbet, Urbana-Champaign campus; Chancellor Donald H. Riddle, Chicago Circle campus; 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; and Dr. Earl W. Porter, secretary.

REVISED PLANS, BUDGET AND SCHEDULE CHICAGO CIRCLE PAVILION

(1) The president of the University, with the concurrence of appropriate administrative officers, recommends that the Board of Trustees approve the revised plans, budget, and schedule presented to the Buildings and Grounds Committee on November 14, 1979.

The revised plans for the Pavilion eliminate portions of the programmed administrative space, special equipment, nonessential circulation and mechanical areas; standardize structural concrete components; and simplify roof structure which reduces the building volume. Further, it is recommended that the Pavilion project budget be increased from \$7.5 million to \$8.3 million and that the completion date be revised from January 1981 to July 1981.

Funds for the increase in the project budget are available from the University of Illinois Auxiliary Facilities System Revenue Bond, Series N Construction Fund Investment Income.

On motion of Mr. Neal, this recommendation was confirmed.

The above recommendation, approved by the Buildings and Grounds Committee on November 14, 1979, was brought forward at a called meeting of the Board meeting as a Committee of the Whole on November 15, 1979, at which time most of the trustees were present to hear a presentation on the subject. By the following roll call vote, on motion of Mr. Neal, the Committee of the Whole approved the recommendation: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mr. Neal, Mrs. Shepherd, Mr. Stone, Mr. Velasquez; no, none; absent, Dr. Donoghue, Governor Thompson.

(The student advisory vote was: Aye, Mr. Grady, Mr. Sobotka, Miss Wyncott; no, none.)

Mr. Neal left the meeting at this time.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President's Reports

President Ikenberry 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.

Urban Health Program

President Ikenberry reported on presentations made to the Illinois Board of Higher Education on November 6, 1979. Statements by the president and by Chancellor Begando reviewed the progress of the University in the identification, recruitment, and retention of minority students and reported as well on intensified efforts to be undertaken with regard to the urban health program at the Medical Center campus. (Copies of the statements were distributed to the trustees and are on file with the secretary.)

Tuition Policy, Board of Higher Education

President Ikenberry made the following comments with regard to this pending matter (referring throughout to a document now pending before

the Illinois Board of Higher Education: "A Tuition Policy for Illinois Public Universities").

The fundamental tuition policy considerations, I believe, are set forth in the first two pages of the document. It recognizes that tuition is just one element in the overall cost of higher education to be borne by students and their families and it emphasizes four key policy considerations that must be brought into balance: first, the necessity for revenues sufficient to support high quality academic programs; second, the principle that both students and society share in the benefits of higher education and therefore should share in meeting the costs; third, that no student should ever be denied access from a public university or college solely for reason of inability to pay; and fourth, that it is in the best interests of the State of Illinois and society at large to encourage full participation in higher education programs through the vehicle of low tuition in our public universities and colleges.

I think most of us can support these fundamental policies.

The recommendations contained on pages 36-38 supplement these more basic policies. It is realistic, in my view, to recognize that tuition, as any other item, can not be fully insulated from the pressures of double digit inflation. I do feel changes in certain of the recommendations are needed. The need for legislation to permit governing boards to expend tuition revenues without those actions being subject to General Assembly or gubernatorial approval also is cited, and properly so.

I hope these changes will be incorporated. Delay in action on this matter has provided an opportunity for those most vitally concerned with these issues, the governing boards who must exercise authority and responsibility in setting tuition, to review the proposals. I would be interested in the views of the members of this Board.

Viewed in its entirety, and with the incorporation of the noted improvements, I can support the policy.

(Among the changes recommended by the president was one to modify Recommendation No. 2, which would provide for the adjustment of tuition above the current level in accord with changes in the "Higher Education Price Index." The president's modification would bring into play "relevant economic indicators" and "consideration of educational issues" in addition to the use of the index.)

Mr. Lenz expressed his general agreement with the president, emphasizing that the University and the staff of the Board of Higher Education were considerably closer in the development of the final statement than had been the case earlier. The point was made that there is a distinction to be made between the Board of Trustees' approval of this document to be issued by the Board of Higher Education and any specific action that the trustees might elect to take with regard to tuition in the future. Mr. Lenz stated that if the modifications discussed were made, he would feel comfortable in supporting the new policy statement at a forthcoming meeting of the Board of Higher Education.

President Ikenberry also took note of some of the major gifts thus far announced for the "Campaign for Illinois" just begun by the University of Illinois Foundation. They are as follows: Mr. Arnold Beckman, Chairman of the Board of Beckman Instruments, Inc., and Mrs. Beckman, provided a challenge gift of \$5 million for the Graduate Research Board,

to be matched with subsequent gifts from other donors. The W. W. Grainger Foundation announced a gift of \$1.1 million to endow a professorship in electrical engineering and related activities at the campaign's kickoff luncheon. More recently, agreement has been reached with Mr. and Mrs. Charles R. Walgreen, Jr., for eventual transfer of Hazlewood Farm near Dixon, Illinois, to the University. The estate consists of about 120 acres, and will be known as the "Walgreen Education and Conference Center of the University of Illinois." An endowment has been provided to assist with operational costs. The Center will be used for conferences and other educational, research, and cultural activities.

OLD AND NEW BUSINESS

Renaming of the Student Services Building at Urbana

Mr. Stone indicated his intent to renew a motion of April 20, 1979, at which time the president had presented a recommendation that the Student Services Building at Urbana be renamed the "Fred H. Turner Student Services Building" in honor of the former dean of students who retired in 1968. At that time the recommendation received a tie vote and therefore was not approved.¹ Mr. Stone expressed the view that Dean Turner was ahead of his peers in his compassion for students and minorities, if limited by the standards of his time in what he could do. He further stated that a man now dead deserved better from the Board of Trustees. He made clear he expressed his personal views, was aware that not all agreed with him, and emphasized that in renewing the motion he had no intent to criticize or to initiate a lengthy discussion on the subject. He then moved approval of the recommendation as originally presented. Others commented briefly on the matter and the motion to approve the original recommendation as submitted was approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mrs. Shepherd, Mr. Stone; no, Mr. Lenz; absent, Dr. Donoghue, Mr. Neal, Governor Thompson. Mr. Velasquez asked to be recorded as not voting.

(The student advisory vote was: Aye, Mr. Sobotka; no, Mr. Grady. Miss Wyncott asked to be recorded as not voting.)

"Campaign for Illinois," University of Illinois Foundation

(2) On October 19, 1979, the University of Illinois Foundation announced the initiation of the "Campaign for Illinois," a nationwide effort to raise \$100 million for the University from private contributions over a period of five years.

Believing it timely and appropriate for the Board of Trustees now to take formal recognition of the campaign, the president of the Board of Trustees recommends approval of the following resolution:

RESOLVED: That the trustees of the University of Illinois wholeheartedly endorse the "Campaign for Illinois" of the University of Illinois Foundation—an undertaking of historic significance for the benefit of the University;

¹ See minutes of April 20, 1979, p. 246.

That the trustees, who have closely followed the planning for this effort, pledge their support for its successful conclusion; and

That the board convey its strongest commendation to the foundation for its confidence in the University and its supporters and for its initiative in undertaking this magnificent venture.

On motion of Mr. Forsyth, the foregoing resolution was adopted.

Dr. Edmund R. Donoghue

The following resolution, presented by Mr. Forsyth, was approved by the board:

RESOLVED: That the Board of Trustees, taking note of the absence of its good friend and colleague, Dr. Edmund R. Donoghue, expresses its deep satisfaction in the knowledge that he is recovering rapidly from his recent illness, and extends to him and to his family its warmest regards and its hope for his rapid and full recovery.

We shall look forward with pleasure to his return to the board table soon.

REGULAR AGENDA

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

The following eleven items (3 through 13 inclusive) were approved by one motion, that of Mr. Howard. The recommendations were individually discussed but acted upon at one time.

Award of Certified Public Accountant Certificates

(3) 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 eleven candidates who have presented evidence that they are holders of valid and unrevoked certified public accountant certificates obtained by passing a standard written examination in another state or territory of the United States and who qualify in all other respects under this provision of the law. The names of the candidates are filed with the secretary.

I concur.

Reinstatement of Certified Public Accountant Certificate

(4) Upon recommendation of the Committee on Accountancy, the Board of Trustees awarded an Illinois Certified Public Accountant certificate to Sidney Flaxman in July 1944. The Committee subsequently received notification from the Illinois Department of Registration and Education that it had revoked the registration of Sidney Flaxman, and in September 1975 the board revoked that certificate.

The Department of Registration and Education has now reinstated Mr. Flaxman's license to practice as a certified public accountant.

The Committee on Accountancy, in accordance with Section 23 of the Illinois Public Accounting Act, now recommends that the Board of Trustees restore the certificate of certified public accountant to Sidney Flaxman.

I concur.

Appointments to the Faculty

(5) 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.

- 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-month 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. DEBORAH H. BROADWATER, assistant catalogue librarian with rank of assistant professor, beginning September 5, 1979 (1Y), at a salary of \$13,500.
2. STEVEN DANYLUK, associate professor of materials engineering, beginning September 1, 1979 (Q), at a salary of \$23,000.
3. JOHN B. HOSTAGE, assistant catalogue librarian with rank of assistant professor, Library, beginning September 5, 1979 (1Y), at a salary of \$12,500.
4. JIN KEON KIM, assistant professor of communication and theatre, beginning September 1, 1979 (2), at an annual salary of \$17,738.
5. DOUGLAS C. SMITH, assistant professor of education, beginning September 1, 1979 (1), at a salary of \$16,000.

Medical Center

6. ROBERT J. CEISEL, assistant professor of fixed partial prosthodontics, on 50 percent time, beginning September 1, 1979 (NY50), at an annual salary of \$12,000.
7. KRISHNA CHAKRABARTY, research assistant professor of biological chemistry, on 50 percent time, beginning September 15, 1979 (NY50), at an annual salary of \$10,000.
8. CLARKE L. JOHNSON, assistant professor of oral anatomy, on 10 percent time, beginning October 1, 1979 (NY10), at an annual salary of \$3,000.
9. DANIEL P. JONES, assistant professor of history of science, beginning September 1, 1979 (1Y), at an annual salary of \$22,000.
10. JOHN-CONSTANTINE M. TSIBRIS, research associate professor of obstetrics and gynecology, ALSM, beginning October 1, 1979 (AY), at an annual salary of \$37,000.
11. LAIRD WILSON, JR., research assistant professor of obstetrics and gynecology, ALSM, beginning October 1, 1979 (1Y), at an annual salary of \$23,000.
12. ELEMER K. ZSIGMOND, professor of anesthesiology, on 74 percent time, and physician surgeon, on 26 percent time, beginning October 1, 1979 (AY74; NY26), at an annual salary of \$70,000.

Urbana-Champaign

13. NANCY H. NAVAR, assistant professor of leisure studies, beginning October 1, 1979 (1Y), at an annual salary of \$18,454.

Administrative Staff

14. ALLAN O. BALDWIN, director of hospital information systems, Medical Center, beginning October 1, 1979 (NY), at an annual salary of \$38,000.
15. ARTHUR R. CROWLEY, hospital facilities manager, Medical Center, beginning September 11, 1979 (NY), at an annual salary of \$40,000.
16. LARRY L. GARRISON, associate director, University Office of Administrative Information Systems Development, beginning September 10, 1979 (NY), at an annual salary of \$28,000.
17. VERNON A. MILLER, assistant vice chancellor for academic affairs, Office of Academic Planning, Chicago Circle, beginning October 1, 1979 (NY), at an annual salary of \$39,000.
18. C. RICHARD NASH, associate director of business management systems, University Office of Business Affairs, beginning September 21, 1979 (NY), at an annual salary of \$29,500.

Increase in Special Fees for Flight Training Courses, Institute of Aviation, Urbana

(6) Students enrolled in flight training courses in the Institute of Aviation currently are charged special fees for each flight course as outlined below. The fees currently in effect were adopted in March of 1979. (The Board of Trustees last dealt with the question of course fees in the Institute of Aviation in March of 1976. Through an oversight, the increases of March 1979, approved administratively, were not submitted to the Board of Trustees for approval. In acting upon the present recommendation, the board is asked to confirm and ratify the increase of March 1979.)

In order to meet additional operational and replacement costs related to the flight training courses, the director of the Institute of Aviation has recommended increases in fees, as listed below, effective as of second semester of the 1979-80 academic year. The increases recommended vary in proportion to the aircraft or mix of aircraft used in the course:

	<i>Present Fees per Semester</i>	<i>Proposed Fees per Semester</i>
Aviation 101 — Private Pilot	\$ 787	\$ 856
Aviation 102 — Orientation Refresher	500	540
Aviation 120 — Secondary Flight	994	1 087
Aviation 130 — Intermediate Flight	994	1 087
Aviation 140 — Advanced Flight	1 088	1 244
Aviation 200 — Basic Instrument	1 078	1 279
Aviation 210 — Advanced Instrument	1 184	1 395
Aviation 220 — Flight Instructor	656	800
Aviation 222 — Instrument Flight Instructor	389	489
Aviation 224 — All Altitude	415	490
Aviation 280 — Multi Engine	764	1 000
Aviation 291 — Special Ratings	950	1 000
Soaring 105 and 115	425	525

The chancellor at Urbana-Champaign and the vice president for administration have recommended approval.

I concur.

Change to Self-Supporting Status, Program for Study in Japan, Urbana

(7) On March 17, 1976, the Board of Trustees approved a program through which students from the United States could study for a year at Konan University

at Kobe City, Japan. The administrative-instructional costs of the program were financed jointly by the College of Liberal Arts and Sciences at the Urbana-Champaign campus and by Michigan State University, with the student participants meeting all additional costs. During recent years, this program has become more difficult for the College of Liberal Arts and Sciences to support due to increased costs and competing pressures on the budget of the college.

Accordingly, it is now proposed that the program be established on a self-supporting basis whereby the tuition charges in each year of the program will reflect its full cost.

The administrative-instructional costs are projected at approximately \$75,000 for FY 1981. Since the program is designed for approximately twenty-five students, the tuition and fee cost per student will be \$3,000 (\$2,340 for tuition and \$660 for program fees).¹ As in the past, all students continue to pay for room, board and transportation (approximately \$2,800) and for personal expenses (approximately \$1,600).

Therefore, the chancellor at the Urbana campus now recommends that tuition for the program for study in Japan henceforth be set at an amount which will fully support the program. The vice president for administration concurs in this recommendation.

I recommend approval.

President's Report on Senate Action

(8) The president reported on the following action of the senate.

Urban Transportation Center, Chicago Circle

The Chicago Circle Senate has approved the establishment of an Urban Transportation Center.

The multidisciplinary center is designed to coordinate Chicago Circle's existing strength in urban transportation research and service and to nurture the growth of such activities. It will provide a focus for research in transportation, generate research opportunities in transportation, and provide direct support in the initiation of transportation studies. The center will serve as a source for analysis and planning services to local and regional groups and as the focus for development of consortium activities with other universities.

The center will be managed by a director who will report on budgetary and administrative matters to the director for the Office of Sponsored Research. A policy committee composed of the deans of the Graduate College and of the Colleges of Architecture, Art, and Urban Sciences; Business Administration; Engineering; and Liberal Arts and Sciences will advise the director of the center.

The establishment of the center has also been approved by the Board of Higher Education based on the University's budget request document for FY 1980.

This report was received for record.

Area Health Education Center Contract, Medical Center

(9) Negotiations have been completed with the Department of Health, Education, and Welfare for a one-year contract to fund an Area Health Education Center, administered by the University's Medical Center campus. Support for this eighth year of the project will be \$1,607,778, inclusive of indirect costs.

The new contract will support, although at a reduced level, primary care

¹ Fortunately, for the present the Japan Illini Club (University of Illinois alumni living in Japan) has decided to lend support to the program. The club will provide grants in FY 1981 for all participating University of Illinois students and these grants will pay a portion of the new tuition and fee costs. With the grants, the FY 1981 cost to the students will be about \$500 above the normal tuition and fees for students who are studying at the Urbana campus.

residency programs of the Rockford School of Medicine, College of Medicine; baccalaureate completion and master of science sequence courses of the College of Nursing in Urbana-Champaign, Rockford, and Peoria; and several allied health education programs of the College of Associated Health Professions in Peoria and Urbana-Champaign. The contract also provides for continuing education and consumer education projects.

The original five-year contract resulted in an award of \$9,301,871 and subsequent contract extensions for the sixth and seventh years were for \$2,599,995 and \$2,332,000 respectively.

The chancellor at the Medical Center has recommended approval of the contract. The vice president for academic affairs and the vice president for administration concur.

I recommend approval.

Contract for "Household Network Surveys of Cancer Care Costs: A Research Study"

(10) The University has been awarded a contract by the Office of the Assistant Secretary for Health, Administrative Services Center of the Department of Health, Education, and Welfare, to support a research program entitled, "Household Network Surveys of Cancer Care Costs: A Research Study," under the auspices of the University Survey Research Laboratory. The contract will provide funds totaling \$602,496 for research to be conducted during the period October 1, 1979, through September 30, 1981.

The research consists of a series of four experiments to test the feasibility of applying network sampling in a national household survey to estimate the direct and indirect costs of cancer care. The project is a pilot for a proposed national network survey of cancer care costs to be implemented, if feasible, by the Administrative Services Center.

I recommend acceptance of this contract, subject to further action by the Illinois Board of Higher Education.

License, Computer Software Programs ("ICE and GLACIER") with Control Data Corporation

(11) University personnel at the Urbana-Champaign campus have developed a certain software package known as Illinois Central Editor (ICE). The package has two versions, a smaller version known as "ICE" and a larger, enhanced program known as "ICE and GLACIER."

Control Data Corporation has requested a nonexclusive, unrestricted worldwide license to install, use, and distribute to its customers the "ICE" and "ICE and GLACIER" programs.

Control Data would pay the University for each fully-paid sublicense \$5,000, or 50 percent of the net amount received by Control Data, whichever is greater. For each sublicense on a monthly or usage fee basis, Control Data would pay the University 50 percent of the net amount received during the period of time said sublicense remains in effect.

After two years, Control Data may at its option acquire a fully paid-up non-exclusive, unrestricted, worldwide license for \$150,000.

The vice president for administration has recommended approval of this proposed license agreement.

I concur.

Lease of University Property: Mass Transit District Bus Shelters, Urbana

(12) The Champaign-Urbana Mass Transit District has proposed the construction on the Urbana-Champaign campus of shelters for bus passengers. The shel-

ters would be located on University property which would be leased to the Mass Transit District.

The leases would begin no sooner than November 19, 1979, ending June 30, 1980. They would be automatically renewed from year to year unless terminated on prior 90 days' notice by either of the parties. The terms would provide for rental payments to the University at an annual rate of \$100 for each bus shelter site. The Mass Transit District would, at its expense, construct and maintain the shelters and the University would provide the electricity for lighting and minimal heating. All design and construction and final location would be subject to University approval and the Mass Transit District would be required to provide liability insurance and to indemnify properly the University.

At the termination of the leases, the district would remove the shelters and return the sites to substantially the present condition.

Shelter locations as presently determined are:

One at the southeast corner of Orchard Place and Orchard Street in the Orchard Downs married student apartment complex; and

One at the north side of George Huff Drive at the northeast corner of Orchard Street and George Huff Drive in the Orchard Downs married student apartment complex.

The chancellor at the Urbana campus and the vice president for Administration have recommended that leases as described above be executed with regard to the bus shelters currently proposed; and that similar leases, under the same terms and conditions, be executed later as locations are mutually agreed upon between the Mass Transit District and University administrative officers.

I concur.

Oil and Gas Lease, Higginson Farm

(13) In 1970 the University received a 120-acre farm in Wabash County from the estate of Ethel V. Higginson. Consistent with the terms of the will, the land is currently being farmed, with the income reserved for the development of agricultural experiment station(s) in memory of Mrs. Higginson's husband, Glenn D. Higginson.

On June 21, 1978, the board authorized entering into a one-year oil and gas lease covering the 120 acres with the Illinois Mid-Continent Company of Mt. Carmel, Illinois. The lease provided for the payment of \$1,200; University participation (one-eighth) in oil or gas discovered; and surface and crop damage provisions. This lease has now expired.

The Hocking Oil Co., Inc., of Mt. Carmel, Illinois, has now offered a one-year oil and gas lease for \$10.00 per acre (\$1,200), with a \$500 payment as partial land damages to be paid before beginning drilling operations on each location. The lease also carries the royalty provision of one-eighth for gas and oil produced and has a standard crop damage provision.

The manager of the University Trust Farms has recommended that the University enter into the lease, inasmuch as farming operations will not be hindered and the lease and potential royalties provides an additional source of income. The vice president for administration has concurred in the recommendation.

I concur.

Roll Call Items

The following six items (14 through 19 inclusive) were approved by one motion, that of Mr. Howard. The recommendations were individually discussed but acted upon at one time. The student advisory vote was: Aye, Mr. Grady, Mr. Sobotka, Miss Wyncott; no, none.

These items were approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mrs. Shepherd, Mr. Stone, Mr. Velasquez; no, none; absent, Dr. Donoghue, Mr. Neal, Governor Thompson. (Mr. Hahn asked to be recorded as not voting on items 16, 17 and 18.)

Modifications in the University Operating and Capital Budget Request for Fiscal Year 1981

(14) Since approval on September 20, 1979, of the request for State appropriations for FY 1981, two additional matters have arisen that warrant modification of that action. One is the addition of a request for funds for operation and maintenance of a recently-acquired building at the Chicago Circle campus. The second relates to new legislation that involves a new source of funds for the Fire Service Institute, a general University unit located at the Urbana campus.

Funds for Operation and Maintenance

On October 18, 1979, the Board of Trustees approved the purchase of the properties at 400-412 and 401 South Peoria Street, Chicago (the "Formfit Building") for the Chicago Circle campus. Although funds for the purchase and renovation of the building will come from University resources, State funds are required for the operation and maintenance of the facility.

It is anticipated that the structure will be available for occupancy by July 1, 1980. The building contains 159,088 gross square feet. It is estimated that \$2.65 per gross square foot will be required to provide adequate operation and maintenance. Thus, it is recommended that a total of \$421,600 (for a full year's operation) be added to the FY 1981 operating budget request.

Funding Plan, Fire Service Institute

New legislation (Senate Bill 1344) mandates the University of Illinois "to operate a State Fire Academy to be called the Illinois Fire Service Institute for the purpose of instructing fire protection personnel throughout the State of Illinois, providing service to public and private fire departments in Illinois and conducting research in the methods of maintaining and improving fire protection and control services consistent with the needs of Illinois communities." (In the past, the University has maintained the Fire Service Institute through a contractual arrangement with the office of the State Fire Marshal.)

Senate Bill 1344 further specifies that one-eighth of the funds deposited annually into the Fire Prevention Fund be appropriated to the University "for the purpose of maintaining the institute, paying the expenses and providing the facilities and structures incident thereto. . . ." Current estimates are that approximately \$3.4 million will be available in the Fire Prevention Fund for FY 1981, of which a one-eighth share is \$425,000. Estimates further indicate that the University's share will be slightly more than \$900,000 for FY 1982. Under the present contractual arrangement with the State Fire Marshal, the operating budget in FY 1980 is approximately \$250,000.

For FY 1981, in accord with the new legislation, the following plan is proposed:

1. Replace the current contractual level of operation of the Fire Service Institute with resources from the Fire Prevention Fund, providing salary and price increases commensurate with those already approved in the University's budget request.
2. Provide for an expansion of the Fire Service Institute programs to meet the purpose of SB 1344.

3. Provide planning funds for structures and facilities to house and conduct the programs of the institute as provided in SB 1344.

(A specific program to provide the budget details for implementing this plan is now being prepared for inclusion in the FY 1981 Operating Budget Request.)

Accordingly, the vice president for administration has recommended that: (1) the operating budget request be increased to provide operating and maintenance funds for the Formfit Building as stated above; and (2) the plan as described be approved for the funding of the Fire Service Institute and appropriate adjustments be made in the budget requests for FY 1981.

I recommend approval.

Leigh F. J. Zerbee Scholarship

(15) The will of Leigh F. J. Zerbee¹ created a trust with the Farmer's Bank of Delaware by which the income was paid to his brother during the brother's lifetime. Upon the brother's death (which occurred on December 4, 1958), the income from the trust was to be paid to the University of Illinois:

...for the purpose of establishing a civil engineering scholarship for needy students specializing in military science; said scholarship to be known as the "Zerbee Scholarship." This scholarship to be awarded under the rules and regulations to be established by said University and it shall go to one student every four years unless the fund becomes large enough to entirely finance more than one student.

The first scholarship was awarded in 1960-61. Between 1961 and 1971, twenty-three undergraduate students received scholarships, some for more than one year. From 1971 to 1973, three graduate students were awarded fellowships from the fund. However, since 1973, no awards of any kind have been made because of the lack of students meeting the requirements. Over \$20,000 has accumulated. The requirements and restrictions contained in the will appear to be: (1) the scholarship must be in civil engineering, (2) the recipient must be "needy," and (3) the recipient must be a student "specializing in military science."

It is desirable to use the fund to provide scholarships to those students meeting the requirements of the will and to use excess funds to provide scholarships to students most closely meeting the criteria. The proposed use of the excess funds makes it desirable to obtain a construction or reformation of the trust created by the will.

The president of the University, with the concurrence of appropriate administrative officers, recommends that the university counsel be authorized to take such steps as are necessary or appropriate, including the employment of special counsel, to obtain the utilization of the funds available.

Employment of Architect and Engineer, Repair of the Patio, Illini Union, Urbana

(16) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Richardson, Severns, Greene, Rishling & Associates, Champaign, to provide the professional architectural and engineering services required in the planning, design, and construction for a project to repair the patio of the Illini Union building at the Urbana campus. The firm proposes to do the work for a lump sum fee of \$14,000 plus reimbursements authorized by the University (estimated to be \$2,500).

¹ Mr. Zerbee was a 1911 graduate of the University in civil engineering.

Funds are available in the Auxiliary Facility System Repair and Replacement Reserve.

Employment of Architect and Engineer for McKinley Health Center Elevator, Urbana

(17) The president of the University, with the concurrence of appropriate administrative officers, recommends the employment of Richardson, Severns, Greene, Rishling & Associates, Champaign, to provide the professional architectural and engineering services required in the planning, design, and construction for a project to install an elevator in the McKinley Health Center at the Urbana campus. The firm proposes to undertake the work for a lump sum fee of \$24,300 plus reimbursements authorized by the University (estimated to be \$2,500).

Funds are available from the proceeds of the sale of the University of Illinois Auxiliary Facilities System Revenue Bonds, Series N.

Employment of Architects and Engineers, Capital Development Board Projects, Fiscal Year 1980

(18) The president of the University, with the concurrence of the appropriate administrative officers, recommends that the Board of Trustees request the Capital Development Board to employ architects and engineers for the capital projects for FY 1980 as listed below. The fee for each firm employed will be negotiated by the Capital Development Board in accordance with its procedures.

Chicago Circle

<i>Project</i>	<i>FY 1980 Project Budget</i>	<i>Professional Firm Recommended</i>
<i>Space Realignment, Renewal, and Replacement — Remodeling</i>		
Lecture Center Roof, Gutter, and Drain Repair — Phase II	\$ 350 000	Wiss, Janney, Elstner and Associates, Inc., Chicago
Stair and Upper Walkway Repair — Phase I	139 000	
Art Department Photograph Area — Rooms	77 900	
College of Health, Physical Education, and Recreation	75 300	
Biological Science — Science and Engineering Laboratories	25 400	John Victor Frega Associates, Ltd., Riverside
Computer Center — Science and Engineering Laboratories	42 800	
Modify Air Handling Systems	225 000	Teng & Associates, Inc., Chicago
Modify Temperature Control Systems	53 500	
Exterior Masonry Repairs	166 000	University of Illinois will provide the professional services required. CDB will receive bids and award construction contracts.
Stack Emission Control	65 000	
University Theatre — Lighting and Ticket Booth	279 200	
<i>Site Improvements</i>		
Site Improvements Accessibility	152 500	Facilities Design Ltd., Hickory Hills

Medical Center*FY 1980*

<i>Project</i>	<i>Project Budget</i>	<i>Professional Firm Recommended</i>
<i>Space Realignment, Renewal, and Replacement — Remodeling</i>		
First Floor Orthopedics	\$ 175 000	O'Donnell Wicklund Pigozzi Architects, Inc., Northbrook
Hospital Billing	224 000	
Occupational Safety and Health Act and Code Corrections	100 000	Dolio and Metz Ltd., Chicago
Anatomy Laboratory	196 000	
Provisions for Handicapped	43 000	University of Illinois will provide the professional services required. CDB will receive bids and award construction contracts.
Roof Repairs and Exterior Masonry	66 600	
Building Equipment Automation	90 000	
Electrical Upgrade System	200 000	

Urbana-Champaign*Space Realignment, Renewal, and Replacement — Remodeling*

Animal Room Improvements	\$ 225 000	SRGF Inc., Architects, Champaign
Morrill Hall Remodeling	197 400	
Noyes Laboratory	75 000	
Environmental Research Laboratory	96 600	
Krannert Center for the Performing Arts	351 800	Richardson, Severns, Greene, Rishling & Associates, Champaign
Elevator Installations	650 400	Sarti-Huff Architectural Group, Inc., Springfield
Elevator Replacement	95 000	
Paraplegic Ramp Improvements	80 000	
Energy Conservation Ventilation Turndown	107 400	Ralph Henneman & Associates, Inc., Champaign
Temperature Control Remodeling and Replacement	80 100	
Foreign Languages Improvements	170 000	

Food for Century III

Veterinary Medicine Research Building	909 000	Isaksen & Matzdorff Architects, Urbana
Meat Science Laboratory — Phase II	1 026 000	Clark Dietz Engineers, Inc., Urbana
Swine Research Center	1 742 400	Phillips Swager Associates, Peoria

Funds for employment of the professional firms have been appropriated to the Capital Development Board for FY 1980.

Purchases

(19) 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:

From Appropriated Funds

Recommended \$ 29 637 18

From Institutional Funds

Recommended 775 349 17

Grand Total \$804 986 35

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.

Report of Purchases Approved by the Vice President for Administration

(20) The vice president for administration also submitted a report of purchases approved by him on recommendation of the directors of purchases in amounts of \$12,500 to \$15,000, 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

(21) The comptroller's monthly report of contracts executed was presented.

Medical Center

New Contract

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid by the University</i>
The University of Iowa (subcontract under U.S. PHS 5R01ES00820-06)	Mercury determinations of samples	\$ 21 884
<i>Total</i>		\$ 21 884

Contract Work Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid by the University</i>
The Nu-Way Contracting Corp.	Cost-plus contract — Perform repairs to one Carrier 19 EA 415 on the Hospital Addition	\$ 15 602
William J. Scown Building Company	Cost-plus contract — Decorate rooms, corridors and elevators of the Staff Apartments	22 063
<i>Total</i>		\$ 37 665

Urbana-Champaign

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid to the University</i>
The Illinois Pork Producers Association: 8	Preventive medical treatment of the mastitis-metritis-agalactia syndrome in the sow	\$ 5 324
9	Developments of digestive enzymes in the pig as affected by diet and age at weaning	6 160
10	Exotic sources of germplasm for profitable pork production	6 000
12	Management systems in relation to productive and reproductive efficiency in swine	10 000
National Aeronautics and Space Administration NAG-7653	Fundamental studies in theoretical x-ray astronomy	140 000
National Council of Teachers of English	Provide services concerning evaluation of all reading documents provided and correspondence with professional organizations	12 528

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid to the University</i>
National Oceanic and Atmospheric Administration NA79RAC00114	Precipitation augmentation for crops experiment	\$ 103 000
The Research Foundation of the City University of New York SC03274-1	Resonance raman study of phodopsin	24 135
State of Illinois, Department of Transportation: IHR-412	Slump loss and retempering of superplasticized concrete	15 700
IHR-413	D-cracking in PCC pavements	21 000
State of Illinois, Institute of Natural Resources 30.018	Economic impact study of proposed airport noise regulations	11 000
State of Illinois, Office of Education: R-35-10-X-0434-328	Relationships between job creation, vocational education and economic development	59 929
R-35-10-X-0434-328	Dissemination and utilization of vocational education program improvement products	58 447
State of Illinois, Secretary of State, Illinois State Library	Library terminal implementation at specified library institutions	13 000
Texas A & M Research Foundation PI-12	Provide PLATO IV terminals and services	6 383
United States Air Force: AFOSR-79-0124	Optical studies of excitons in highly-stressed polar semiconductors	72 825
AFOSR-79-0138	Alkali-rare gas and metal-halide molecules as potential tunable and efficient lasers in the visible	50 562
F49620-79-C-0233	Applications of event-related potentials in human engineering	313 454
United States Army: DACA88-79-C-0018	Interpretive techniques in terrestrial ecosystem analysis	18 314
DACA88-79-M-0243	Study of fragment size/velocity/distance relationships for typical artillery projectile detonations	7 200
DADA11-79-D-0014	Perform indirect fluorescent antibody tests for the detection of <i>Ehrlichia Canis</i> in sera from military working dogs	49 980
United States Department of Agriculture: 58-6526-9-241	Studies of drainability of the high clay content soils with a restrictive layer	69 874
5901-0410-9-0306-0	Factors influencing folate status during infancy	120 000
United States Department of Health, Education, and Welfare: 223-79-7057	Studies for developing improved screening procedures for aminoglycoside drug residues in food producing animals	212 190
233-79-2081	Household network surveys of cancer care costs	602 496
HEW-100-79-0130	Conduct analytical studies based on ISDP-generated data related to the planned survey of income	78 482
HEW-100-79-0197	Net worth validation: insurance	198 235
United States Department of the Interior 14-16-0009-79-068	Development of earth science information relevant to coal development in the Illinois Basin	40 000
	Fish and wildlife management guidelines for mid-western surface-mined lands	86 000
United States Department of Labor J9K90008	Effects of immigration on unemployment and earnings in the United States	83 942

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid to the University</i>
United States Department of Transportation DOT-FH-11-9666	Investigate the potential for development of a national nondimensional triangular hyetograph method to produce local design storms for use in urban storm drainage models	\$ 93 185
United States Navy: N00014-79-C-0752 N00014-79-C-0775	Multidimensionality in criterion-referenced tests Research of combinatorial optimization problems	250 258 50 254
The University of Chicago, Argonne National Laboratory 31-109-38-5338	Updating and improving the energy input-output data base	25 000
The University of Wisconsin — Madison	Assessment of human and organizational resources in Syrian agriculture	12 800
The University of Wisconsin — Milwaukee 144-N651	Region V child abuse and neglect on-site coordinator	12 037
Washington University 80-7	Medical mycology	15 000
<i>Total</i>		<hr/> \$2 954 694

New Contracts

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid by the University</i>
The University of Chicago (subcontract under U.S. OE G007902713)	Latin American studies center and fellowship program	\$ 56 230
The University of Pennsylvania (subcontract under NSF SOC 77-27403)	Studies in general equilibrium theory and the economics of uncertainty	34 374
West Virginia University (subcontract under U.S. EPA R805588)	Ohio River Basin energy study	31 195
<i>Total</i>		<hr/> \$ 121 799

Change Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid to the University</i>
Connecticut, State of PI-103	Provide PLATO IV terminals and services	\$ 20 000
Cornell University PI-13	Provide PLATO IV terminals and services	11 895
Deere and Company	Perform closed loop strain controlled fatigue testing of 40 cast iron specimens at room temperature	5 000
Illinois Pork Producers Association 3	Management and environment, and baby pig survival	5 500
Portland Cement Association	Study of the deformations of a post-tensioned precast segmental concrete bridge to be erected by the cantilever method	18 735
State of Illinois, Department of Transportation, Division of Highways:		
IHR-2	Highway problems	12 000
IHR-304	Steel bridge design criteria to help minimize the probability of fracture	17 000
IHR-305	Rehabilitation of bridges in local roads	15 000
IHR-410	Examine design properties of recycled bituminous shoulders	36 400
IHR-411	Quality assurance specifications	47 500
IHR-508	Load response characteristics of flexible pavements	37 000
IHR-606	Soil-water properties of subgrade soils	6 000
IHR-607	Subgrade stability implementation package	20 000
IHR-901	Determination of optimum maintenance procedures and materials for continuously reinforced concrete pavement	35 000

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid to the University</i>
State of Illinois, Institute of Natural Resources:		
20.078	Extension education program in water quality management planning	\$ 14 919
20.108	Ecological effect of flow regulation and navigation on the lower Kaskaskia River	13 030
20.109	Evaluate mercury contamination in a large reservoir	27 000
20.121	Geologic characteristics of bottom sediments in the Mokena area of the Kankakee River	5 000
80.142	Study of subsidence related to mining in Illinois	5 706
United States Air Force:		
AFOSR-75-2854	Global error estimation in parabolic and hyperbolic initial boundary value problems	10 448
AFOSR-78-3714	Semiconductor oxide interface states	99 875
United States Department of Energy:		
EX-76-C-01-2088	Organizational forms of large scale interconnected power systems	14 958
EY-76-C-02-1198	Understanding the nature of materials, predominantly solids	180 000
United States Department of the Interior	Test the effectiveness of steel shot for hunting large Canada geese	5 000
14-16-0009-78-933		
United States Nuclear Regulatory Commission	Study the structural framework of the Mississippi embayment of southern Illinois	27 000
NRC-04-77-159		
Upper Mississippi River Basin Commission	Upper Mississippi River Basin comprehensive plan	9 000
<i>Total</i>		<u>\$ 698 966</u>

Change Order

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid by the University</i>
Purdue Research Foundation (subcontract under U.S. EPA R805588)	Ohio River Basin energy study	\$ 9 009
<i>Total</i>		<u>\$ 9 009</u>

Contract Work Orders

<i>With Whom</i>	<i>Purpose</i>	<i>Amount to Be Paid by the University</i>
Barber & DeAtley, Inc.	Cost-plus contract — Construct dairy parlor holding area building at Lincoln Avenue Dairy Farm	\$ 19 850
	Cost-plus contract — Roofing work on the Orchard Downs Community Center Building	18 900
<i>Total</i>		<u>\$ 38 750</u>

Summary

Amount to be paid to the University:	
Urbana-Champaign	\$3 653 660
Amount to be paid by the University:	
Medical Center	\$ 59 549
Urbana-Champaign	169 558
<i>Total</i>	<u>\$ 229 107</u>

This report was received for record.

Quarterly Report of the Comptroller

(22) The comptroller presented his quarterly report as of September 30, 1979. This report was received for record, and a copy has been filed with the secretary of the board.

Report of Investment Transactions Through October 31, 1979

(23) The comptroller presented the investment report as of October 31, 1979.

Transactions under Finance Committee Guidelines

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
Sales:				
10/11	600 shares	TRW \$4.50 convertible preferred stock	\$ 42 092 25	\$ 44 984 98
10/30	\$ 245 000	Associates demand notes....	245 000 00	245 000 00
10/30	55 000	International Harvester Credit demand notes	55 000 00	55 000 00
Purchases:				
10/5	\$ 54 000	International Harvester Credit demand notes	11.08%	\$ 54 000 00
10/10	45 000	Associates demand notes.....	11.22	45 000 00

Transactions under Comptroller's Authority

Sales:				
10/1	\$1 000 000	U.S. Treasury bills due 11/15/79	\$ 978 622 22	\$ 987 312 50
10/1	1 000 000	U.S. Treasury bills due 1/17/80	964 583 33	969 550 00
10/5	2 000 000	U.S. Treasury bills due 1/17/80	1 929 166 67	1 941 182 22
10/5	200 000	U.S. Treasury bills due 3/4/80	182 433 34	191 275 56
10/5	500 000	U.S. Treasury bills due 3/6/80	475 893 75	477 900 00
10/10	1 200 000	U.S. Treasury bills due 3/13/80	1 139 289 00	1 140 066 67
10/11	750 000	U.S. Treasury bills due 10/25/79	725 778 39	746 500 00
10/11	250 000	U.S. Treasury bills due 12/11/79	240 710 42	245 107 29
10/31	1 800 000	U.S. Treasury bills due 3/13/80	1 708 933 50	1 717 791 00

Repurchase Agreements:

10/19	\$1 977 843	Government National Mortgage Pool No. 28579, 9 percent debentures due 3/15/09	13.25%	\$1 681 167 00
10/19	3 016 633	Government National Mortgage Pool No. 35908, 9½ percent debentures due 9/15/09 with Lehman Brothers for 3 days.....	13.25	2 639 554 00

Purchases:

9/4	\$ 4 000	Household Finance demand notes...	10.25%	\$ 4 000 00
9/14	3 000	J. P. Morgan demand notes.....	11.51	3 000 00
9/27	760 000	Ford Motor Credit 9½ percent notes due 9/28/79	9.50	760 000 00
9/28	90 000	J. P. Morgan demand notes.....	11.99	90 000 00
9/28	670 000	Ford Motor Credit 11½ percent notes due 10/1/79	11.50	670 000 00
10/1	90 000	Associates demand notes.....	10.94	90 000 00
10/1	580 000	Ford Motor Credit 9½ percent notes due 10/2/79	9.50	580 000 00
10/2	580 000	Ford Motor Credit 9½ percent notes due 10/3/79	9.50	580 000 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
10/3	\$1 000 000	U.S. Treasury bills due 3/27/80....	10.76%	\$ 950 035 56
10/3	187 000	J. P. Morgan demand notes.....	10.50	187 000 00
10/3	400 000	General Electric Credit 10% percent notes due 10/4/79.....	10.25	400 000 00
10/4	545 000	U.S. Treasury bills due 3/20/80....	10.74	518 981 70
10/4	90 000	J. P. Morgan demand notes.....	10.50	90 000 00
10/4	310 000	Sears Roebuck Acceptance 10% per- cent notes due 10/5/79.....	10.75	310 000 00
10/5	90 000	International Harvester Credit de- mand notes	11.08	90 000 00
10/5	220 000	Sears Roebuck Acceptance 11 percent notes due 10/9/79.....	11.00	220 000 00
10/9	700 000	Continental Bank 13% percent time deposit due 4/7/80.....	13.13	700 000 00
10/9	20 000	City Products demand notes.....	11.36	20 000 00
10/9	5 000	J. P. Morgan demand notes.....	12.55	5 000 00
10/9	65 000	Texas Commerce Bankshares demand notes	12.63	65 000 00
10/9	130 000	Sears Roebuck Acceptance 12 per- cent notes due 10/10/79.....	12.00	130 000 00
10/10	90 000	Associates demand notes.....	11.36	90 000 00
10/10	40 000	Sears Roebuck Acceptance 12 percent notes due 10/11/79.....	12.00	40 000 00
10/11	40 000	Texas Commerce Bankshares demand notes	13.04	40 000 00
10/12	1 000	Texas Commerce Bankshares demand notes	13.04	1 000 00
10/12	500 000	U.S. Treasury bills due 1/3/80....	11.50	487 088 89
10/15	1 000 000	Continental Bank 13.50 percent time deposit due 1/28/80.....	13.50	1 000 000 00
10/15	500 000	U.S. Treasury bills due 1/3/80....	11.75	487 277 78
10/15	1 000 000	U.S. Treasury bills due 4/3/80....	12.00	946 087 50
10/17	18 000	City Products demand notes.....	11.64	18 000 00
10/18	55 000	U.S. Treasury bills due 3/20/80....	11.56	52 408 13
10/18	10 000	U.S. Treasury bills due 9/16/80....	11.70	9 020 53
10/18	200 000	U.S. Treasury bills due 1/3/80....	11.79	195 080 56
10/19	809 258	Champaign Loan and Building 13 percent certificate of deposit due 11/19/79	13.00	809 258 22
10/19	809 371	First National Bank in Champaign 12.80 percent certificate of deposit due 11/19/79	12.80	809 370 87
10/19	60 000	U.S. Treasury bills due 11/29/79...	11.00	59 257 83
10/22	780 000	Continental Bank 14% percent time deposit due 1/21/80.....	14.13	780 000 00
10/22	500 000	U.S. Treasury bills due 1/3/80....	12.83	487 326 42
10/26	55 000	U.S. Treasury bills due 3/20/80....	12.29	52 389 64
10/30	175 000	Associates demand notes.....	13.19	175 000 00
10/30	55 000	International Harvester demand notes	13.19	55 000 00
10/31	500 000	Continental Bank 14.30 percent time deposit due 2/20/80.....	14.30	500 000 00
10/31	1 800 000	Federal National Mortgage notes due 5/20/80	13.91	1 669 710 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
10/31	\$2 000 000	Northern Trust 14¼ percent certificate of deposit due 1/21/80.....	14.25%	\$2 000 000 00
10/31	240 000	U.S. Treasury bills due 1/31/80.....	12.38	232 640 00
10/1-				
10/31	36 583	First National Bank of Chicago 5¼ percent open-end time deposit.....	5.25	36 582 52

On motion of Mrs. Shepherd, 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 Forsyth called attention to the schedule of meetings for the next three months: December 12, 1979, Medical Center; January 15-16, 1980, Retreat, Allerton House, Allerton Park; January 17 (annual meeting), Urbana; February 21, Chicago Circle.

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

RECESS AND EXECUTIVE SESSION

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

Roll Call Items

The following seven items (24 thru 30 inclusive) were approved by one motion, that of Mr. Lenz. The recommendations were individually discussed but acted upon at one time. The student advisory vote was: Aye, Mr. Grady, Mr. Sobotka, Miss Wyncott; no, none. (Mr. Sobotka asked to be recorded as not voting on item 28.)

These items were approved by the following vote: Aye, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Lenz, Mrs. Shepherd, Mr. Stone, Mr. Velasquez; no, none; absent, Dr. Donoghue, Mr. Neal, Governor Thompson.

Acquisition of Mt. Morris, Belvidere, and Rockton Health Care Centers

(24) The community health center program of the Rockford School of Medicine consists of a system of ambulatory care facilities that serve as a significant part of the educational program of the school. The facilities also meet significant health care needs of the communities in which they are located. There are now three centers—owned by the University of Illinois Foundation and leased by the University from the Foundation. They are located at Mt. Morris, Belvidere, and Rockton, Illinois.

The chancellor at the Medical Center campus and the vice president for

administration have recommended that the University terminate the leases and acquire the properties from the foundation at the following unamortized costs of the foundation as of March 1, 1980, adjusted for any amounts paid or due as of March 1, 1980:

Belvidere	\$320 579 02
Mt. Morris	233 293 60
Rockton	416 085 31
<i>Total</i>	<i>\$969 957 93</i>

It is recommended further that the board approve an additional appropriation of \$1,000,000 from the Medical Service Plan to the budget of the College of Medicine for the acquisition of these properties. Funds are available in the Medical Service Plan and have been approved by the participants in the plan for this purpose.

The acquisition is subject to the approval of the board of directors of the University of Illinois Foundation.

I concur.

Litigation Initiated by Harry Caldwell

(25) A complaint has been filed in the Circuit Court of Cook County (Case No. 79 L 21439) by Harry Caldwell, a University employee. The defendants are the University, its employee Eppie Salazar, and Sidney Wanzer & Sons, Inc.

The complaint alleges that on May 25, 1979, the plaintiff purchased a container of contaminated milk at the University's Eye and Ear Infirmary, consumed the same and became violently ill. It is alleged that the milk was supplied by the defendant, Sidney Wanzer & Sons, Inc., and that Eppie Salazar operated and managed the cafeteria at which the milk was purchased by the plaintiff. Count I seeks recovery of \$15,000 and attorney's fees on the theory of an implied warranty of merchantability. Counts II and III seek recovery of \$16,000 in damages and attorney's fees on the grounds that the preparation and sale of adulterated food violates Illinois statutes and, in addition, the defendants had a common law duty to insure that only good, wholesome and clean food was served to the plaintiff. Counts IV and V each seek to recover \$16,000 in actual damages, \$50,000 in punitive damages and attorney's fees on the theories that the defendants' actions were in willful disregard of law and constituted wanton disregard for the rights of the plaintiff.

Pursuant to previous delegations by the Board of Trustees the university counsel has been given interim authorization 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 Eppie Salazar, all in accordance with the University's risk management and self-insurance program. The university counsel has recommended that such authorization be ratified, approved and confirmed in all respects.

I concur.

Litigation Initiated by Special Administrator of the Estate of Baby Girl Stovall

(26) A complaint has been filed in the Circuit Court of Cook County, Illinois (Case No. 79 L 22962) by Barbara Stovall, special administrator of the estate of Baby Girl Stovall, deceased, seeking recovery of monetary damages in excess of \$15,000. The named defendants are the University, the State of Illinois, and two doctors and a nurse, individually and as employees of the University, identified by the fictitious names of "Dr. John Doe, Dr. Richard Roe and E. Tal, R.N."

The complaint alleges that on January 11 and February 1, 1979 the decedent's mother was seen in the University's out-patient clinic for prenatal care

by Dr. John Doe and Nurse E. Tal and that on February 9, 1979, while she was in labor, the mother was seen and examined at the out-patient clinic by Dr. Richard Roe. It is alleged that these members of the University staff were negligent in their evaluation of the nature and stage of the mother's pregnancy, and in their failure to perform or order proper tests and treatment, including admission to the University's hospital to facilitate delivery, as a result of which Baby Girl Stovall was not delivered until February 10, 1979 and died on February 11, 1979 of post-maturity syndrome.

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, to defend the action and to provide representation for those members of the University staff who request the same, all in accordance with the University's risk management and self-insurance program.

I concur.

Litigation Initiated by Paul Yakin

(27) A complaint has been filed in the United States District Court for the Northern District of Illinois (Case No. 79 C 4070) by Paul Yakin, a former candidate for the degree of Doctor of Philosophy in Psychology at the Chicago Circle campus. The named defendants are the University and certain University personnel at the Chicago Circle campus, including Vice Chancellor Richard Johnson, former Dean Jan Rocek and Professors Roger Dominowski, I. E. Farber, Leonard Eron (misnamed in the complaint as "Dr. Leonard Fron"), Michael Levine, Phillip Ash, Benjamin Kleinmuntz, Judith Torney and Merwyn Garbarino. Budd H. Bowen, an investigator of the Department of Health, Education, and Welfare, is also named as a defendant.

The complaint is in four counts and seeks reinstatement of the plaintiff as a candidate in good standing in the Ph.D. program, damages in an unspecified amount, and the costs of suit including reasonable attorney's fees. The complaint alleges that the plaintiff was discriminated against by the defendants on the basis of his national origin (Mexican-American) in a series of academic decisions leading to his termination as a candidate for the Ph.D. degree in Psychology at the Chicago Circle campus, to which program he had been admitted through the Department's Graduate Educational Opportunity program in 1974. In addition, it is alleged that the plaintiff was denied due process in connection with a grievance he had filed, and that the defendants violated an implied contract created by the Graduate Educational Opportunity program statement in that he was not given special academic support and other services promised by that affirmative action program.

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 those University employees who request the same, all in accordance with the University's risk management and self-insurance program.

I concur.

Litigation Relating to the Reopening of Paulina Street, Medical Center Campus

(28) On March 21, 1979 the Board of Trustees authorized the initiation of legal action against Rush-Presbyterian-St. Luke's Medical Center, the City of Chicago, the Medical Center Commission, and the Illinois Health Facilities Planning Board to cause the rescission of an ordinance previously adopted by the City of Chicago vacating and closing a one-block segment of Paulina Street between West Harri-

son Street and West Congress Parkway on which Rush-Presbyterian-St. Luke's Medical Center was engaging in construction activities.

Suit was filed against these organizations in the Circuit Court of Cook County, Illinois (Case No. 79 L 8874) seeking injunctive and declaratory relief which would rescind the vacation of the street and reopen it to traffic. The court subsequently granted a motion to dismiss the complaint on the ground that the University lacked authority to maintain the action. An appeal was taken and is now on expedited status before the Appellate Court of Illinois (First District, Second Division).

As a result of discussions between the vice president for administration and officials of Rush-Presbyterian-St. Luke's Medical Center and the Medical Center Commission it has been determined that the construction of ingress and egress ramps into the Medical Center District off the Eisenhower Expressway onto Damen Avenue would nullify most of the negative effects of the closing of the one-block segment of Paulina Street which is the subject of the litigation. The president of Rush-Presbyterian-St. Luke's Medical Center has written the vice president for administration that his organization will use its best efforts to encourage the construction of ingress and egress ramps at Damen Avenue and the Medical Center Commission has adopted a resolution stating that it will actively explore and support the possibility of the construction of such ramps. The University counsel has indicated that the pending litigation can be appropriately terminated by the entry of an order in the Appellate Court dismissing the appeal and remanding the case to the Circuit Court, and by the entry of an order in the Circuit Court vacating and expunging from the record its earlier order and further dismissing the complaint and the Medical Center Commission's counterclaim.

The vice president for administration recommends that the litigation be terminated and that authority be given to represent to the other parties that the University will also use its best efforts to encourage the construction of ingress and egress ramps off the Eisenhower Expressway onto Damen Avenue. The chancellor of the Medical Center campus supports the recommendation. The university counsel indicates that there would be no negative legal implication from the termination of the litigation as described.

I concur.

Review of Decisions and Orders of Retirement System

(29) On November 3, 1979 the State Universities Retirement System Board of Trustees entered decisions and orders disqualifying two University employees, Dr. John G. Wargo, Jr. (Case No. 79-01) and Dr. Donald E. Sledge (Case No. 79-02), as participants in the Retirement System, striking their service and earnings credits, and directing refunds of contributions made to the Retirement System by them or on their behalf, with interest. The system found that these individuals, whom the University had certified to the system as eligible University employees, were employed full-time by the Illinois Association of School Administrators, an organization with which the University has an affiliation agreement, and were not "employees" within the meaning of the Retirement System statute.

In a November 13, 1979 memorandum addressed to the trustees and the president of the University, a copy of which has been filed with the secretary for record, the university counsel has provided an analysis of the various policy considerations and issues involved. He now recommends that he be authorized to take such steps as may be necessary or appropriate, including the employment of special counsel, to seek reconsideration or nullification of the Retirement System's decisions and orders in these matters.

I concur.

Litigation Relating to Rice Foundation

(30) The university counsel gave a brief summary of the various pending cases which relate to the entitlement of the University and four other medical institutions (Northwestern University, Loyola University of Chicago, Rush-Presbyterian-St. Luke's Medical Center, and Michael Reese Hospital and Medical Center) to control and direct the activities of the Rice Foundation, which is a major beneficiary of the estates of Daniel F. Rice and Ada L. Rice. The University and other medical institutions are the defendants in one suit filed in the Circuit Court of Cook County, Illinois (Case No. 77 CH 8803) by a group of individuals contesting the medical institutions' right to control the Rice Foundation. Special counsel for the University in this matter has informed the medical institutions that the judge presently assigned to this matter is a former client of the plaintiffs' attorneys and has recommended that a motion for change of venue from that judge be presented. Mr. Costello stated that he supported special counsel's recommendation and that the University would proceed to file the motion for change of venue unless the Board of Trustees directed otherwise. No dissent was expressed by the members of the board to the proposed filing of the motion.

There being no further business, the board adjourned.

EARL W. PORTER
Secretary

WILLIAM D. FORSYTH, JR.
President