

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

November 19, 1981



The November meeting of the Board of Trustees of the University of Illinois was held in the General Lounge, Illini Union, Urbana, Illinois, on Thursday, November 19, 1981, beginning at 8:20 a.m.

President Paul Stone called the meeting to order and asked the secretary to call the roll. The following members of the board were present: Mrs. Galey S. Day, Dr. Edmund R. Donoghue, Mr. William D. Forsyth, Jr., Mr. Ralph C. Hahn, Mr. George W. Howard III, Mr. Dean E. Madden, Mr. Earl Langdon Neal, Mrs. Nina T. Shepherd, Mr. Paul Stone. Governor James R. Thompson was absent. The following nonvoting student trustees were present: Mr. Leonard C. Bandala, Medical Center campus; Mr. Matthew R. Bettenhausen, Urbana-Champaign campus; Mr. David T. Persons, Chicago Circle campus.

Also present were President Stanley O. Ikenberry; Dr. Peter E. Yankwich, vice president for academic affairs; Dr. Joseph S. Begando, chancellor, Medical Center campus; Dr. John E. Cribbet, chancellor, Urbana-Champaign campus; Dr. Donald H. Riddle, chancellor, Chicago Circle campus; and the officers of the board, Dr. Ronald W. Brady, comptroller (and executive vice president of the University); Mr. James J. Costello, university counsel; and Dr. Earl W. Porter, secretary.

President Stone announced that an executive session was requested and ordered for consideration of pending litigation and personnel matters.

EXECUTIVE SESSION

(Due to time limitations, the executive session was held in two sessions, at the beginning of the meeting and at the end of the board's consideration of the regular agenda.)

Report of Defalcations, University of Illinois Hospital, Chicago

Executive Vice President Brady reviewed in some detail the discovery of unaccounted-for funds in the hospital patient accounts at the University Hospital, totaling some \$418,000 over a period of twenty-two months. The case has been turned over to the state's attorney for review and reported to the Illinois auditor general. The latter has indicated that there appears to be no need for a special audit. Meantime, the University's internal auditors and administrators are continuing to investigate and to appraise procedures and management problems. Mr. Brady reported on a new program of internal audits which will attempt to eliminate such difficulties in the future.

The trustees discussed the general management problems at the hospital and President Ikenberry indicated that continuing steps would be taken to deal with this problem.

Search Process, Chancellor of the University of Illinois at Chicago

With the action of the Board of Trustees to unify the two Chicago campuses, initial procedures for the search for such a chancellor have been developed and the trustees reviewed these in a preliminary way. The board will be kept informed of the procedures and will be involved in the search process throughout its course.

Coopers and Lybrand Study

Mr. Brady discussed briefly a study of his office recently completed by the firm of Coopers and Lybrand, copies of which have been sent to the trustees. Due to time limitations, there was no opportunity for extended discussion of this matter or its implications for organization or the appointment of new personnel. This will be scheduled for a subsequent meeting.

EXECUTIVE SESSION ADJOURNED FOR COMMITTEE MEETINGS

Mr. Stone announced that the executive session would be adjourned for a meeting of the Buildings and Grounds Committee and a meeting of the Nonacademic Personnel Committee.¹

The Board of Trustees' regular meeting reconvened at 10:15 a.m.

¹ The Committee on Nonacademic Personnel convened to provide an opportunity for a brief session with the University Nonacademic Employees Advisory Committee. Each of the committee members was introduced and spokesmen discussed briefly the current work of the committee and some of the matters before it. (The committee members were guests of the board at luncheon following the meeting.)

MINUTES APPROVED

The secretary presented for approval the press proofs of the minutes of the Board of Trustees meetings of June 18 and July 16, 1981, copies of which had previously been sent to the board.

On motion of Mr. Howard, these minutes were approved as printed on pages 273 to 342 inclusive.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President Ikenberry recognized and introduced observers from the campus senates and from the University Senates Conference.¹

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 filed with the secretary of the board.

President's Report on Other Matters

President Ikenberry then reported on a number of matters of current interest, including the following:

Marjorie Arkwright

The character of universities is shaped by countless individuals, in innumerable ways. On Friday afternoon, October 23 — and appropriately in the Ballroom of the Illini Union — the University community gathered at a memorial service to pay tribute to Marjorie Arkwright. Marge infused standards of quality at the University of Illinois in areas that were her special province. She did so not only with great skill, but with tireless dedication. A special relationship existed between Marge Arkwright and the members of this Board of Trustees. It is therefore appropriate that we take this moment to rise in silence, reflecting on Marge and the heritage we enjoy now and will continue to enjoy as a result of her service to the University.

Reunion, Alumni of Navy Pier

Perhaps the most exciting alumni gathering during my tenure at the University of Illinois occurred Saturday evening, November 14, on Navy Pier in Chicago. Graduates of the Navy Pier program and their spouses gathered on Navy Pier — more than 1,400 strong — to participate in the first reunion ever held for the University of Illinois Navy Pier alums. The ambience of the evening was electric. The Navy Pier Hall of Fame awardees were Jerome Butler, John Chancellor, Ramsey Lewis, William Russo, William J. Small, Governor Thompson, and Honorable Warren Wolfson. My congratulations to the Alumni Association for a heroic undertaking and one that revived memories of a great period in the history of the University of Illinois.

¹ University Senates Conference: Charles H. Smith, professor of accountancy at the Urbana-Champaign campus; Chicago Circle Senate: William T. Liu, professor of sociology and director of the Pacific/Asian-American Mental Health Research Program; Medical Center Senate: Rose Ann Grundman, associate professor of mathematics in medicinal chemistry; Urbana-Champaign Senate Council: Kenneth E. Andersen, professor of speech communication and associate dean of the College of Liberal Arts and Sciences.

Governor's Task Force on High Technology

A High Technology Task Force to be cochaired by William T. Ylvisaker, chairman of the board of Gould, Inc., and myself has been appointed by Governor Thompson. There continues to be a belief that the State of Illinois has opportunities to enhance its industrial base and to attract high technology industry through more imaginative, long range planning. The governor has asked the task force to explore the contribution that a micro-electronic and/or bioengineering research center might make to the advancement of the industrial and intellectual interests of the state. The task force will be working intensively to prepare its recommendations for early review by the Office of the Governor.

College of Medicine

In regard to the reorganization of the College of Medicine, in early November I issued a public statement indicating my conversations within the University community and externally had led me to conclude that the plan to reorganize the College of Medicine had not achieved the consensus required if I were to carry it forward to the Board of Trustees. In addition to the public statement, I wrote to each member of the General Assembly who had expressed an interest in this matter to advise them of the current status of planning.

Since that time, Chancellor Begando has met with each of the deans of the college in the four geographic locations and in the near future will convene the five deans to explore anew various alternatives for the distribution of enrollment and related financial support. In my comments before the Medical Center Senate on October 7, and in my comments before this Board of Trustees at the time of its last meeting on October 15, I articulated seven principles which remain, in my judgment, important in any reorganization plan to be developed by the college. As soon as the deans have reached a consensus, both as to areas in which there is agreement and as to areas where agreement has yet to be achieved, I intend to meet with them to hear personally their report.

REGULAR AGENDA

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

Organization of the Chicago Campuses Under the Administration of a Single Chancellor

(1) On February 21, 1980, the Board of Trustees established a committee to study the feasibility of the consolidation of the Chicago campuses. The study was conducted and completed within the terms of a general plan, also approved by the board at that time. The trustees received a progress report on the study a year later and the committee presented its report to the board meeting as a Committee of the Whole on April 15, 1981.

The final recommendation of the Committee was as follows:

The committee therefore recommends to the president and the Board of Trustees that the Chicago campuses of the University of Illinois be consolidated according to the model and assumptions as described, and gives as its considered judgment that such a course of action has the strong potential to enhance the greatness of those campuses and the University.

The recommendation and related issues have been reviewed by each of the senates of the three campuses of the University, by the University Senates Con-

ference, and by many other groups and individuals within the University of Illinois.¹ The Board of Trustees, acting as a Committee of the Whole, has received testimony, written and oral, from all who have indicated an interest in presenting their views. As president, I have heard this testimony and also I have sought out the views of specific groups and individuals. Following these steps and at the October 1981 meeting of the Board of Trustees I shared with the board my views.

After listening carefully to the debate and pondering the question for several months, I have come to the view that the long-term best interests of the University of Illinois, and the long-term best interests of our Chicago programs, would be best served if the two Chicago campuses were united under the leadership of a single chancellor. I want to explain why I have come to hold this view.

First, I believe that over the long term, uniting our Chicago campuses under a single chancellor would strengthen our ability to gain support. I refer not merely to the ability to gain support from members of the General Assembly, but to support from the corporate world and from foundations having their headquarters in or special interests in Chicago. Beyond this, however, I refer to the broad base of general support essential to the very life blood of a great public university.

Second, it is my belief that a united front in Chicago would improve our ability to function in the Chicago academic arena. Many other distinguished universities and colleges offer programs in the Chicago area. It will continue to be our policy to work positively and constructively with our sister universities; at the same time, we must position ourselves to function on an equal footing as an academic peer.

Third, unification of the Chicago campuses, in my judgment, would strengthen the role of the chancellor as he represents the Chicago-based programs within the University governance structure and externally at the local, state, and national levels. Just as the chancellor at the Urbana-Champaign campus is in a position to speak on behalf of the broad spectrum of University of Illinois programs offered at Urbana-Champaign, so also a chancellor of the University of Illinois at Chicago would be in a better position to speak for the broad range of programs at that location. This is important as we represent ourselves before the General Assembly, the Illinois Board of Higher Education, the Governor, in corporate board rooms, to the press, and in internal governance councils.

Fourth, unification of the Chicago campuses under the leadership of a single chancellor would, in my judgment, improve the administrative effectiveness and sharpen the lines of accountability and responsibility. The Chicago campuses currently are served in common by several administrative services, including the physical plant, security, personnel, business operations, and others. Lines of accountability and responsibility are blurred. Repeated testimony of faculty members from both campuses suggested that many of these services do not function effectively. The first priority should be to improve the accountability, the effectiveness, and the efficiency with which common services are provided.

Fifth, over the long term — looking ahead five, ten, or twenty years — I am persuaded that the joining of the Chicago campuses will open up new academic options and opportunities for undergraduate programs and for graduate and research programs. The responsibility will rest with members of the faculty and academic administrators to identify and take advantage of these opportunities, but I believe this will occur more easily under a united administrative structure.

If we improve our ability to attract support, our ability to compete in the academic arena, gain a stronger role for the chancellor, improve current opera-

¹ The President held a series of lengthy meetings with the University Senates Conference. At the concluding meeting, the advice expressed was inconclusive, divided between those who felt that organization under a single chancellor represented a step in the best long-range interest of the University and those who were not persuaded of this view.

The texts of the actions of the three campus senates are filed with the secretary.

tions, and gain the academic benefits, this will, in turn, contribute to a strengthening of the University overall.

It is my belief the time has come for the Board of Trustees to take action on this matter. All pertinent studies have been completed. Although there is not complete consensus on this complex policy question, it is clear to me that there is, throughout the University and particularly in the two campuses most directly affected, a strong and heartening spirit of genuine cooperation to work constructively and effectively within the organizational framework ultimately decided by the board.

Accordingly, I recommend that the Board of Trustees act now to unite the Chicago Circle campus and the Medical Center campus under the administration of a single chancellor, effective September 1, 1982; and that the unified campus be designated, "the University of Illinois at Chicago."

It should be clear that the unification of the two campuses will be *evolutionary* in nature, just as the benefits will be evolutionary. Further, it must be clear that we will preserve the unique character of the Medical Center and its ability to conduct specialized programs in the health sciences and professions. It is intended that the responsibility for day-to-day operations of the Medical Center will continue to be vested in a single individual reporting to the chancellor and as at present there would continue to be direct access to the Office of the President on matters of health sciences policy, operations, and finance without compromise to the authority of the chancellor.

As the trustees know, Dr. Joseph S. Begando, chancellor of the Medical Center campus, has expressed his desire to retire effective August 31, 1982; and Dr. Donald H. Riddle, chancellor of the Chicago Circle campus, has indicated an intention to retire when a chancellor for the unified campus has been selected. Both chancellors however, have stated their willingness to adjust their plans as necessary to serve throughout the period of a search for a new chancellor of the University of Illinois at Chicago.

In accord with the procedures specified in the *University Statutes*, I intend to initiate the search for a new chancellor as promptly as possible.

Further, I have asked the two chancellors, effective with this action, to serve as cochairmen of a transition committee, the purpose of which will be to make the transition toward unified operation as smooth and effective as possible. The membership of the committee will be appointed jointly by the chancellors; the president of the University will serve, *ex officio*.

There will be many additional matters to be resolved in the course of time. Nearly all of those who have studied the question agree that a single chancellor will need to be advised by a single faculty governance structure. It will be the responsibility of the senates to determine precisely how the senates of the two campuses can best be unified. Other questions will be addressed by the faculty and administration as time goes by. All such matters can be handled in an orderly way through the normal academic and administrative channels.

This action is a significant step for the University of Illinois and a significant decision for the Board of Trustees. It comes to the board after extended discussion and analysis. I present the recommendation with the conviction that it is in the best long-range interest of the University.

Following presentation of this item, President Ikenberry asked each chancellor to speak briefly to present the perspective of his own campus on this question. Each expressed his own endorsement of the recommendation or (in the instance of the Medical Center) a campus position of cooperation and respect for the president and for the Board of Trustees in furthering the objectives of the recommendation. There were general expressions of confidence in the procedures employed in the study of the question of consolidation.

Mrs. Shepherd asked for the privilege of moving approval of the recommendation, emphasizing as she did so her strong support for the step being taken and her pride in the University of Illinois.

During the roll call that followed, each trustee spoke briefly in support of the recommendation, indicating a general confidence in the decision being made; a need for the dedication of all concerned to make the new step a successful one; appreciation to those involved in the course of the study of consolidation; and an emphasis on the far-reaching significance of the action for the University of Illinois.

On motion of Mrs. Shepherd, this recommendation was approved by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Budget of the Athletic Association of the University of Illinois at Urbana-Champaign for Fiscal Year 1982

(2) On October 30, 1981, the Board of Directors of the Athletic Association of the University of Illinois at Urbana-Champaign adopted a budget for 1981-1982, which is summarized as follows with comparable figures for the preceding year and the interim 1981-82 budget approved by the trustees on September 17, 1981.

<i>Sources of Budget Appropriations</i>	<i>1980-81</i>	<i>Interim 1981-82</i>	<i>Final 1981-82</i>
Estimated income from Athletic Association activities	\$4 392 440	\$5 180 282	\$4 705 282
Athletic Association reserve for equipment replacement	88 010	46 370	46 370
Athletic Association unappropriated surplus	—	—	200 000
Available for appropriation	\$4 480 450	\$5 226 652	\$4 951 652
Appropriations	4 459 803	5 226 652	4 951 652
Unappropriated budget income	\$ 20 647	-0-	-0-

The proposed budget includes \$475,000 less income than the amount estimated in the interim budget as a result of sanctions imposed by the Intercollegiate Conference of Faculty Representatives (Big Ten) to withhold revenue from bowl games (\$200,000) and football television (\$275,000).

The interim budget included a \$200,000 appropriation to a contingency account to provide for sanctions. The contingency was established by reducing funds available for varsity sports programs — particularly football and men's basketball. Additional measures included in the proposed final budget to offset the additional impact of the sanctions are transfers from the Athletic Association Unappropriated Surplus (\$200,000) and unassigned UIF Athletic Association Advancement funds (\$75,000).

The proposed final budget has been reviewed and approved by the chancellor at Urbana-Champaign and by the executive vice president.

Therefore, I recommend that this budget be approved within the limits of and not to exceed funds available and that the Board of Directors of the Athletic Association be authorized to make such changes and adjustments, including approval of new appointments and acceptance of resignations as are necessary within the

total income and surplus of the association, provided that appointments to the positions of director, head football coach, and head basketball coach, as well as the assignment of funds for new projects or nonrecurring capital expenditures in excess of \$25,000, shall be presented to the Board of Trustees for approval.

On motion of Mr. Hahn, this recommendation was approved, and authority was given as recommended by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 11 inclusive. The recommendations were individually discussed but acted upon at one time.

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

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 seventeen 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 in this recommendation.

On motion of Dr. Donoghue, these certificates were awarded.

Dean, College of Pharmacy, Medical Center

(4) The chancellor at the Medical Center has recommended the appointment of Dr. Henri R. Manasse, Jr., presently acting dean of the College of Pharmacy and associate professor of pharmacy practice and of health professions education in the Center for Educational Development, as dean of the College of Pharmacy beginning December 1, 1981, on a twelve-month service basis at an annual salary of \$58,500.

Dr. Manasse will continue to hold the rank of associate professor of pharmacy practice and of health professions education in the Center for Educational Development. He has been acting dean since the resignation of August P. Lemberger on June 30, 1980.

The nomination of Dr. Manasse is made with the advice of a search committee³ and with the endorsement of the executive committee of the College of Pharmacy. The vice president for academic affairs concurs.

I recommend approval.

On motion of Dr. Donoghue, this appointment was approved.

³ Richard A. Hutchinson, professor of pharmacy practice and chairperson of the department, chairman; John Arce, student; Charles L. Bell, professor of medicinal chemistry; Geoffrey A. Cordell, professor of pharmacognosy and assistant dean for research and graduate education in the College of Pharmacy; Laverne Currie, instructor in medicine, ALSM; Marguerite A. Dixon, instructor in psychiatric nursing; Ann Marie Farrell, student; Michael E. Johnson, associate professor of medicinal chemistry; Paul A. Laskar, assistant professor of pharmacy (resigned August 15, 1980); William P. McGuire, III, assistant professor of medicine, ALSM; Anal Purohit, associate professor of pharmacy practice; Kevin Robinson, student; Frederick P. Siegel, professor of pharmacy and acting head of the department; Emmanuel Thompson, associate professor of pharmacology.

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).

Urbana-Champaign

1. SHEILA D. ASHBROOK, assistant professor of foods and nutrition extension, beginning October 1, 1981 (NY), at an annual salary of \$24,000.
2. JOHN R. GYAKUM, assistant professor in the Laboratory for Atmospheric Research, beginning October 1, 1981 (1), at an annual salary of \$20,500.
3. LAURA A. REYNOLDS, assistant professor of law, beginning August 21, 1982 (1), at an annual salary of \$34,000.
4. EUGENE F. SCOLES, professor of law, beginning January 6, 1982 (A) (on leave of absence without pay second semester, 1981-82), at an annual salary of \$70,000.
5. JOHN F. SHERMAN, assistant professor of art and design, beginning August 21, 1981 (1), at an annual salary of \$17,500.
6. KAREN L. STANFIELD, science cataloguer and assistant professor of library administration, beginning October 21, 1981 (NY), at an annual salary of \$18,000.
7. TRACY A. TURNER, assistant professor of veterinary clinical medicine, beginning October 1, 1981 (1Y), at an annual salary of \$31,500.

Medical Center

8. ARLINE M. ALLEN, assistant professor of nutrition and medical dietetics, beginning October 1, 1981 (1Y), at an annual salary of \$22,000.
9. JANET W. BENNETT, assistant professor of psychiatry, Abraham Lincoln School of Medicine, beginning September 16, 1981 (1Y), at an annual salary of \$49,000.
10. RONALD A. BERNSTEIN, assistant professor of neurosurgery, Abraham Lincoln School of Medicine, on 30 percent time beginning September 1, 1981 (NY30), at an annual salary of \$24,000.
11. DOROTHY J. COLSANT, assistant professor of maternal-child nursing, on 60 percent time beginning September 1, 1981 (3/60), at an annual salary of \$11,796.
12. STEPHEN G. GELFAND, assistant professor of medicine, Peoria School of Medicine, on 80 percent time and physician-surgeon on 20 percent time beginning October 1, 1981 (1Y80;NY20), at an annual salary of \$56,000.

13. ROBERT D. GIBBONS, assistant professor of biostatistics in psychiatry, Abraham Lincoln School of Medicine, beginning October 1, 1981 (WY), at an annual salary of \$28,000.
14. USHA L. MAHISEKAR, assistant professor of anesthesiology, on 60 percent time and physician-surgeon on 40 percent time, Abraham Lincoln School of Medicine, beginning September 14, 1981 (1Y60;NY40), at an annual salary of \$50,000.
15. RICHARD J. A. O'CONNOR, assistant professor of surgery, Abraham Lincoln School of Medicine, on 20 percent time and physician-surgeon on 2 percent time beginning October 1, 1981 (NY22), at an annual salary of \$11,875.
16. DAVID M. SCOLLARD, assistant professor of preventive medicine and community health and of pathology, Abraham Lincoln School of Medicine, beginning November 1, 1981 (WY;N), at an annual salary of \$35,000.
17. JAMES L. STONE, assistant professor of neurosurgery, Abraham Lincoln School of Medicine, on 30 percent time beginning September 1, 1981 (NY30), at an annual salary of \$24,000.

Chicago Circle

18. JANET S. BEISSINGER, assistant professor of mathematics, beginning September 1, 1981 (1), at an annual salary of \$18,000.
19. TSUNG-SHANN JIANG, assistant professor of energy engineering, beginning September 1, 1981 (1), at an annual salary of \$25,000.
20. LAURA LAHAYE, assistant professor of economics, beginning September 1, 1981 (1), at an annual salary of \$20,218.
21. G. JORDAN MACLAY, assistant professor of information engineering, for one year beginning September 1, 1981 (W), at an annual salary of \$24,600.
22. CHARLES R. MARTELL, acquisitions librarian with rank of assistant professor, beginning September 28, 1981 (1Y), at an annual salary of \$26,000.
23. SUSAN SCHNEIDER-CRIEZIS, assistant professor of architecture, beginning September 1, 1981 (1), at an annual salary of \$15,000.
24. JOHN R. STAYER, assistant professor of education, beginning September 1, 1981 (1), at an annual salary of \$21,000.
25. BRIAN E. VAUGHN, assistant professor of psychology, on 51 percent time and research assistant professor in the Institute for the Study of Developmental Disabilities on 49 percent time beginning September 1, 1981 (2/51;N49), at an annual salary of \$20,000.

Administrative Staff

26. GARY R. ENGELGAU, director of Admissions and Records, Urbana, beginning November 21, 1981 (NY), at an annual salary of \$44,000.
27. CHRISTINE D. GREVEN, assistant director of Office of Administrative Information Systems and Services, Chicago Circle, beginning October 1, 1981 (NY), at an annual salary of \$30,000.
28. PHILIP G. LOUGHMAN, assistant director of Capital Programs, beginning October 15, 1981 (NY), at an annual salary of \$32,500.
29. NICHOLAS MORAVCEVICH, director of campus development, Office of the Chancellor, and professor of Slavic languages and literatures, beginning November 1, 1981 (NY;A), at an annual salary of \$50,000.
30. PHILIP A. MARCUS, acting executive director, Illinois Environmental Consensus Forum, Institute of Government and Public Affairs, beginning October 1, 1981 (NY), at an annual salary of \$40,000.
31. TERRY P. MARTIN, assistant director of business affairs, Chicago Circle, beginning October 26, 1981 (NY), at an annual salary of \$32,000.
32. LESTER H. RUDY, acting director, Hospital, on 25 percent time; professor of psychiatry, Abraham Lincoln School of Medicine, on 75 percent time; head

of the Department of Psychiatry and psychiatrist-in-chief, Hospital, Medical Center, beginning October 19, 1981 (NY25;AY75;NY), at an annual salary of \$112,000.

33. STEVEN P. ZAWADZKI, assistant director of business affairs, Medical Center, beginning October 21, 1981 (NY), at an annual salary of \$32,000.

On motion of Dr. Donoghue, these appointments were confirmed.

Designation of Civil Engineering Concentration, Bachelor of Science in Engineering, Chicago Circle

(6) The Chicago Circle Senate has recommended the designation of a civil engineering area of concentration for the degree of Bachelor of Science in Engineering.

The new designation is accomplished by minor changes in the requirements for an existing program and a redesignation of that program (structural engineering and materials area of concentration) as civil engineering. The specialization in civil engineering is not a new offering of the college, but a "reasonable and moderate extension" of an existing program.

The new designation is in keeping with a recommendation made by the official accreditation body in engineering. The retitling is a change toward traditional nomenclature used in the engineering field.

No additional resources are required by the new designation.

The chancellor at Chicago Circle and the vice president for academic affairs have recommended approval. The University Senates Conference has indicated that no further senate jurisdiction is involved. This change will be reported to the Illinois Board of Higher Education as a "reasonable and moderate extension" of an existing program.

I recommend approval.

On motion of Dr. Donoghue, this recommendation was approved.

Designation of Mechanical Engineering Concentration, Bachelor of Science in Engineering, Chicago Circle

(7) The Chicago Circle Senate has recommended the designation of a mechanical engineering area of concentration for the degree of Bachelor of Science in Engineering.

The new designation is a combination of three existing options which are currently offered within the college: (a) fluids engineering, (b) mechanical analysis and design, and (c) thermo-mechanical engineering and energy conversion. These three options will become options in the mechanical engineering area of concentration.

Each of the options will be somewhat revised. The primary revisions change some of the courses required in each option. In all cases, the number of hours required is increased by a minimum of 8 and a maximum of 12 quarter hours.

The redesignation and revisions correspond to those recommended by the official accreditation body in engineering. The retitling is a change toward traditional nomenclature used in the engineering field.

No additional resources are required by the new designation.

The chancellor at Chicago Circle and the vice president for academic affairs have recommended approval. The University Senates Conference has indicated that no further senate jurisdiction is involved. This change will be reported to the Illinois Board of Higher Education as a "reasonable and moderate extension" of existing programs.

I recommend approval.

On motion of Dr. Donoghue, this recommendation was approved.

Change in Name of Degree Awarded to Past Recipients of the Master of Administrative Science, Chicago Circle

(8) In May 1980, the Board of Trustees approved a change in the degree title of the Master of Administrative Science, Business Enterprise option, which had previously been awarded at Chicago Circle. The new degree title, Master of Business Administration, was adopted without change in the curriculum.

The senate at Chicago Circle now has approved a request from the Graduate College to give past recipients of the Master of Administrative Science degree the opportunity to have the title of their degrees changed to Master of Business Administration.

A similar redesignation was made and was offered to L.L.B. degree recipients of Urbana-Champaign's College of Law when that degree title was redesignated as J.D.

The chancellor at Chicago Circle and vice president for academic affairs have recommended approval.

I concur.

On motion of Dr. Donoghue, this recommendation was approved.

President's Report on Actions of the Senates

Change in Name, Department of Otolaryngology, Medical Center

(9) The Medical Center Senate has approved a change in the name of the Department of Otolaryngology, Abraham Lincoln School of Medicine, College of Medicine, to the Department of Otolaryngology—Head and Neck Surgery.¹ This action was taken in recognition of the evolution of otolaryngology as a regional specialty of the head and neck and in line with a national movement by recognized specialty societies which have already made this change in name.

Modification of Admissions Requirements, Department of Physical Therapy, Medical Center

The Medical Center Senate has approved a change in the admissions requirements for the Department of Physical Therapy, College of Associated Health Professions, specifying that candidates must have current certification in cardiopulmonary resuscitation and first aid. The educational program in physical therapy exposes students to situations which could require them to be proficient in cardiopulmonary resuscitation and first aid very early in their program. Skills in these areas are taught on campuses and by fire departments in most communities. Currently, a significant number of applicants have certification in these areas. The faculty of the department update the students' skills in these areas, but to include the full course in the teaching program would increase an already heavy load.

Modification of Admissions Requirements, Department of Nutrition and Medical Dietetics, Medical Center

The Medical Center Senate has approved the following changes in the admissions requirements for the Department of Nutrition and Medical Dietetics, College of Associated Health Professions:

The requirement for an introductory course in statistics. The curriculum in nutrition and medical dietetics requires the student to have a basic understanding of statistical concepts. In addition, the department requires students to become involved in basic research during their program. It has been determined that the requirement of an introductory course in statistics will enhance student success in the program.

The requirement for two courses in communication skills, one in writing skills

¹ The new designation will be reported to the Illinois Board of Higher Education.

and one in oral communication skills. At the present time two courses in English composition, written communication, or oral communication skills are part of the admissions requirements for this program. It has been determined that both written and oral communication skills are essential to success in this academic program.

The requirement that applicants must show evidence that they have spent at least one full day observing the dietary department of a medical facility. Applicants to this program often do not demonstrate an understanding of the responsibilities of a medical dietitian. This new admissions requirement will insure that applicants have some concept of the nature of the profession prior to seeking admission to the program.

Revision of the Curriculum in Teacher Education/Mathematics, Chicago Circle

The Chicago Circle Senate has approved the revision of the curriculum in teacher education in mathematics. Because of minor changes in the course requirements in the curriculum, the required number of hours for the major will be increased from 56-58 to 58-60 quarter hours, while the number of hours for the minor will be decreased from 34-36 to 33-35 quarter hours.

The increase in hours is partially due to a new requirement that Mathematics 306, Computers in Secondary Education, be taken. This change recognizes the growing importance of computer science in the high school curriculum.

This report was received for record.

Integrated Systems Laboratory, Chicago Circle

(10) The Chicago Circle Senate has recommended the creation of an Integrated Systems Laboratory as a temporary research center encompassing the activities of faculty working on related research projects, predominantly in information systems technology. (The new laboratory is an outgrowth of the Urban Systems Laboratory.)

The faculty of the proposed laboratory intend to expand their current activities to include geographic and demographic data processing, medical imaging, earth resource survey satellite image processing, and robotics.

Although considerable external funding now exists for the proposed laboratory, it is uncertain how these areas of research might develop. For this reason, the laboratory will be established on a five-year approval basis. During its third year, an evaluation will be made to determine whether it should continue on a permanent basis.

No additional resources and no new faculty are required for the establishment of this laboratory.

The chancellor at Chicago Circle and the vice president for academic affairs recommend approval. The University Senates Conference has indicated that no further senate jurisdiction is involved.

(This proposal is consistent with Illinois Board of Higher Education guidelines for the establishment of temporary research centers.)

I recommend approval.

On motion of Dr. Donoghue, this recommendation was approved.

Agreement for Research (Exception to the General Rules)

(11) A two-year research project to investigate the effect of pressure on clay mineral reactions has been developed by the Department of Geological Sciences at the Chicago Circle campus. The level of funding necessary for the project is estimated at \$135,000 for the two years.

Funds have already been received from Union Oil and Amoco, and additional support is expected from Arco, Cities Service, Mobil Oil, Exxon, and Conoco. As part of its agreement to support the project, Conoco has requested an exception to the patent provisions of *The General Rules Concerning University Organization and Procedure*. Conoco at this time has agreed that the results of the research will be placed in the public domain via publication. The University will notify the other participating companies of this exception to its patent rules after board approval.

The University Patent Committee has reviewed the proposal and recommends its approval as an exception to the patent provisions of the *General Rules*.

I concur.

On motion of Dr. Donoghue, this recommendation was approved.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 12 through 20 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Tuition Increases for Fiscal Year 1983

(12) In setting tuition rates for Fiscal Year 1982, the Board of Trustees approved a general tuition increase and, in a departure from past practice, established a differential tuition rate for upper division students. Additionally, the board increased differential rates already in existence for graduate and professional students.

The action was taken in recognition of a relative decline in general revenue funds and of the need to obtain funds for academic program improvements, and in the light of the fact that the University's tuition charges have been relatively low compared with peer institutions.

The University's action was accepted and endorsed by the Board of Higher Education, the General Assembly, and the Governor. Funds available for academic program improvements (approximately \$1.8 million), generated from tuition differentials, were virtually the only such funds available to any public university in Illinois.

It is anticipated that the budget for FY 1983 will be even more constrained than was the case a year ago. Projections for increases in state tax revenues indicate severe limitations with significant commitments for needs outside of higher education. It is apparent that if any funds are to be made available for improvements in academic programs, again they will have to come from increases in the University Income Fund.

In October 1981, the Board of Trustees, meeting as a Committee of the Whole, reviewed a range of tuition increase alternatives including general across-the-board increases for lower division students and a combination of general and differential increases for upper division, graduate, and professional students. In the light of that review and subsequent deliberations and with the advice of the University Planning Council, I now recommend the following actions with regard to tuition increases for FY 1983:

1. A general, across-the-board increase of 10 percent for all students.
2. Additional differential increases as follows:
 - a. \$100 for upper division undergraduate students
 - b. \$150 for graduate students.
3. Additional differential increases for students in the following professional programs:
 - a. \$205 — Law
 - b. \$325 — Medicine

c. \$240 — Dentistry

d. \$335 — Veterinary medicine

(Each of the differential increases listed above would be levied in addition to the 10 percent general across-the-board increase.)

4. Proportional increases are recommended as well for FY 1983 for part-time students, for nonresident students, and for correspondence and extramural courses, thus continuing policies that now exist for these areas.

These increases, their relationship to current tuition levels, and the estimates of funds they will generate, are shown on the following table.

The general increase of 10 percent is identical with the level expected to be recommended by the Illinois Board of Higher Education and it is approximately the same as the most recent annual increase in the Higher Education Price Index — benchmarks applied last year in establishing tuition increases. The additional differentials recommended for upper division students and for graduate students are based upon the higher instructional costs incurred for these students. The recommended differential increases for the professional programs are intended to bring the University to the level of third place among the public universities in the Big Ten over the next few years.

On motion of Mr. Forsyth, this recommendation was approved by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was as follows: Mr. Bandala voted in favor of the recommendation as a whole; Mr. Bettenhausen and Mr. Persons asked to be recorded as voting for the overall 10 percent increase but against the differential increases.)

Proposed FY 1983 Resident Tuition Increases*

	<i>FY 1982 Tuition</i>	<i>10 Percent General Increase</i>	<i>Differ- ential</i>	<i>Total FY 1983 Tuition</i>	<i>Increase</i>
Undergraduate					
Lower division	\$ 748 (\$747)	\$ 74 (\$ 75)	—	\$ 822	10%
Upper division	798	80 (81)	100	978	23
Graduate	848	84 (85)	150	1 082 (\$1 083)	28
Law	896	90	206	1 192	33
Medicine	1 833	183 (184)	325	2 341 (2 342)	28
Dentistry	1 308	132	240	1 680	28
Veterinary medicine	1 170	117	335	1 622	39

* Proportional increases for part-time students and nonresidents and correspondence and extramural courses will be established under policies now in existence.

Estimated Funds Generated**

10 percent general increase	\$4 1 million
\$100 differential, upper division	2 2 million
\$150 differential, graduate	9 million
Professional program differentials	8 million
Total	\$8 0 million

** Estimates reflect funds from all tuition sources, i.e., residents, nonresidents, part-time students, etc.

Waiver of Tuition and Fees, Cooperative Program with S.I.U., Edwardsville, Medical Center (Peoria)

(13) The chancellor at the Medical Center campus has recommended that tuition and fee waivers be authorized for eight selected members of the nursing faculty of Southern Illinois University at Edwardsville for course work leading to the Master of Science in Community Health Nursing. University of Illinois College of Nursing faculty from the Peoria School of Medicine will provide the instruction. The program is supported by a Higher Education Cooperation Act grant approved by the Illinois Board of Higher Education on July 7, 1981.

The School of Nursing at SIU(E) requires additional faculty who are qualified in community health nursing in order to meet accreditation standards. Since the nursing faculty are unable to leave the area for the additional professional preparation, it is necessary to provide the instruction in Edwardsville. The eight faculty members selected for participation have extended tenure at SIU(E) and a strong commitment to remain in the area where there is presently a shortage of community health nurses and nursing faculty.

The waiver of tuition and fees would be effective for the fall, winter, and spring quarters of the current academic year.

The executive vice president and the vice president for academic affairs concur.

I recommend approval.

On motion of Mr. Forsyth, this recommendation was approved by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Contract with Spertus College of Judaica, Chicago Circle

(14) In 1971, the Board of Trustees authorized a contract with the Spertus College of Judaica for a cooperative program in Judaic studies. Under the agreement, a wide range of courses in Judaic studies offered by Spertus College became available to students at the Chicago Circle campus. Because of increased costs incurred by Spertus College in operating this program, the trustees authorized revisions in the contract in 1974 and in 1979.

In order to plan more definitely its own budgetary requirements, Spertus College again has asked the University to renegotiate the contract, in this case on the basis of an annual fee rather than on the per student quarter-credit-hour rate previously in effect.

Accordingly, the chancellor at the Chicago Circle campus has recommended that a new contract be authorized with Spertus College at an annual fee of \$15,000 per academic year, effective with the fall quarter of 1981. In return, Spertus College will provide between 1100 and 1200 quarter credit hours of instruction per academic year to Chicago Circle students in a wide range of courses in Judaic studies and related areas. The contract will provide for an adjustment in the annual fee at a rate of \$13.50 per quarter credit hour — in favor of the University if the actual student credit hours are below 1100 per academic year, or in favor of Spertus College of Judaica if the actual student credit hours exceed 1200 per academic year. In addition, the contract will provide for cancellation by either party upon a three-months' written notice and cancellation by the University if funds are not available in any given year to support the program.

Funds for the support of this program in FY 1982 are available in the operating budget of the College of Liberal Arts and Sciences at Chicago Circle.

The executive vice president recommends approval.

I concur.

On motion of Mr. Forsyth, this recommendation was approved by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Extension of Contracts with Champaign and Urbana to Inspect Private Certified Housing, Urbana

(15) The chancellor at the Urbana-Champaign campus has recommended that the University extend its present contracts with the cities of Champaign and Urbana in the conduct of inspections of privately owned certified housing facilities.

For many years the University has had a program for the inspection of non-University housing to be certified for occupancy by undergraduate students, the objective being "to provide safe, healthful, and educationally beneficial housing for single undergraduate students." For the past three years, the Office of the Vice Chancellor for Student Affairs has been working with the two cities to develop a new arrangement under which these inspections are conducted. The intent is to permit the University to continue a necessary service at a lower cost and to allow for improved use of staff.

Since 1969, the University has contracted with the cities to conduct annual health and safety inspection to ensure compliance with municipal standards. (Other rental units in Champaign and Urbana are inspected on a schedule of once every seven years.) Detailed reports of the inspections are submitted to the owner/manager as well as to the Office of Housing Information in the Office of the Dean of Students. In addition, University staff also have inspected the facilities to ensure compliance with University standards. Owners failing to comply with the requirements and expectations of either the cities or the University have faced withdrawal of certification. Authority to make that determination has been with the appropriate campus administrative office and will continue to remain there.

Under the current proposal, the campus will no longer maintain an inspection staff. The cities of Champaign and Urbana will assume the responsibility for inspecting on no less than an annual basis all certified housing facilities for compliance with both municipal standards and the additional standards of the University.

The future costs of the new arrangement will be somewhat higher than the \$13,000 the cities now receive. However, the final figure remains to be negotiated. Some costs will be absorbed by a phased reduction of existing staff and by staff assignment to other duties within student affairs. A net cost saving is anticipated.

The final contracts will be reviewed with University officers; each contract will also require the approval of the two city councils.

The executive vice president recommends approval.

I concur.

On motion of Mr. Forsyth, this recommendation was approved by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, Mr. Hahn; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Increase in Contract for Pavilion, Chicago Circle

(16) On March 20, 1980, the Board of Trustees authorized the award of a contract to Mississippi Valley Structural Steel Company, Decatur, for structural steel, trusses, and joists for the Pavilion at the Chicago Circle campus. The original contract awards did not include ice-making facilities for the ice rink in the building. Subsequently, funds were authorized for this purpose.

Since the ice-making facilities will add substantial moisture to the building's atmosphere, the architect recommended during factory fabrication the improvement of the finishes of the main structural trusses, rigging steel, and roof joists, all of which are to be exposed. The Office for Capital Programs concurred in the recommendation since it will reduce the building's maintenance costs. Accordingly, the main structural trusses and rigging steel were sandblasted and primed with a high grade primer and the steel joists were similarly cleaned and galvanized. The work was authorized so as not to delay progress on the project, with the final costs subject to review by the architect and the construction manager. The contractor now has submitted his costs for this additional work. The request was evaluated by the architect and construction manager and the final amount, \$24,724, was considered reasonable and approved.

The president of the University, with the concurrence of the appropriate administrative officers, recommends that the contract with Mississippi Valley Structural Steel Company be increased by \$24,724 for the work described.

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

On motion of Mr. Forsyth, this recommendation was approved by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Report of Rejection of Bids; and Contracts for Laundry Equipment and Heat Recovery System, Medical Center

(17) On June 19, 1980, the Board of Trustees established a development reserve fund and authorized the employment of a consultant to evaluate and upgrade the equipment and operational systems for the laundry at the Medical Center campus. On May 21, 1981, the trustees authorized the purchase of four washers/extractors for the laundry.

On September 15, 1981, bids were received for the installation of the washers/extractors and for furnishing and installing laundry chutes and a wastewater heat recovery system. The bids exceeded the funds available. Pursuant to the provisions of Article II, Section 4(k)(2) of *The General Rules Concerning University Organization and Procedure*, the bids were rejected, and the president now reports their rejection.

The bid documents were revised to clarify the scope of work and to separate the project into a base bid and an additive alternate. Bids for the revised project were received on October 26, 1981.

The total of the low base bids, plus acceptance of additive alternate A, is within the funds available for this project. The base bid is to provide installation of washers/extractors and the laundry chutes. Additive alternate A is for work to install the wastewater heat recovery system. Based upon projected usage and fuel prices, the acceptance of the alternate bids should result in recapture of the cost for this system in approximately three years.

The president of the University, with the concurrence of the appropriate

administrative officers, recommends the award of the following contracts to the low bidders for the installation of the washers/extractors and the furnishing and installation of laundry chutes and a wastewater heat recovery system:

	<i>Base Bid</i>	<i>Additive Alternate A</i>	<i>Total</i>
<i>Division II — Plumbing and Process Piping</i>			
Fenco Piping Company, Inc., Palatine.....	\$60 820	\$95 591	\$156 411
<i>Division V — Electrical</i>			
Mid-America Electric Co., Inc., Palatine....	3 590	6 581	10 717
<i>Total</i>			\$166 582

A schedule of the bids received has been filed with the secretary of the board for record.

Funds for this project are available in the Laundry Services Development Reserve Fund.

On motion of Mr. Forsyth, these contracts were awarded by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Employment of Engineers for Energy Conservation Projects, Chicago Campuses

(18) On October 15, 1981, the Board of Trustees accepted a federal grant in support of energy conservation measures under an institutional building grants program established by Congress under the National Energy Conservation Policy Act of 1978. To provide the matching funds required (50 percent), funds are included in the FY 1982 General Revenue fund appropriation to the Capital Development Board for energy conservation projects. As reported to the board in October, the University will receive federal funds under the third cycle of the program.

It is now necessary to employ the following consultants for professional engineering services for three of these energy conservation projects at the Chicago campuses:

<i>Project</i>	<i>Consultant</i>	<i>Project Budget</i>
Install variable air volume system, Science and Engineering Laboratories, Chicago Circle	Stanley Howell and Associates, Chicago	\$376 654
Modify fume hood control systems, Pharmacy Building, Medical Center	Dolio and Metz, Ltd., Chicago	300 000
Install heat recovery system, Eye and Ear Infirmary and Biologic Resources Laboratory, Medical Center	Brian Berg and Asso- ciates, Chicago	319 000

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends, subject to the release of state matching funds, employment of the engineering firms identified to provide the required professional services for the projects from the grant funds. The fee for each firm will be negotiated in accord with the standard Capital Development Board fee structure for such projects.

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

following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson. (Mr. Hahn asked to be recorded as not voting.)

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Lease of the Easter Seal Building, Chicago Campuses

(19) The chancellors at the Medical Center and the Chicago Circle campuses have recommended the lease of the National Easter Seal Building at 2023 West Ogden Avenue, Chicago, as location for the combined Chicago campuses' personnel services offices and related activities of the Chicago campuses. The property consists of 0.98 acres of land and a masonry building of approximately 18,000 interior gross square feet equipped for office use.

The Easter Seal property is within the Medical Center District and the acquisition of such property is a responsibility usually assigned to the Medical Center Commission. On behalf of the University, and with the participation of University representatives, the commission has negotiated a lease/purchase agreement with the Easter Seal Society. The society will lease this facility to the University from January 1, 1982, through June 30, 1982, for \$7,916 per month (\$5.28 per square foot). The University would pay all operating, maintenance, and utility costs. The agreement would further provide for annual renewals, subject to the availability of funds, for the period July 1, 1982, through June 30, 1983, for \$8,750 per month (\$5.83 per square foot); and for the period July 1, 1983, through June 30, 1984, for \$9,712 per month (\$6.48 per square foot). The renewal would be at the sole option of the University.

The agreement will also give the University the option to purchase the property at any time prior to January 31, 1984, for a purchase price of \$550,000. If the option is exercised and the transfer completed prior to January 31, 1983, all rental payments to date of closing will be applied against the purchase price; and if the option is exercised and the transfer completed prior to January 31, 1984, but after January 31, 1983, one half of all rental payments to date of closing will be applied against the purchase price.

Institutional funds are available in the operating budgets of the Chicago campuses to lease, operate, and maintain the property for FY 1982. Funds for similar costs for FY 1983 and FY 1984 will be included in the appropriate budgets of the Chicago campuses and the exercise of options to extend the lease is subject to the availability of these funds.

The Medical Center Commission approved a resolution on September 18, 1981, authorizing the purchase of the building by the appropriation of \$200,000, with the balance to be paid by the University. The commission will include a request for \$200,000 in its FY 1983 budget from the Medical Center Income Fund. The Board of Trustees has included a capital request for \$350,000 in its FY 1983 budget for the University, which has been submitted to the Illinois Board of Higher Education. Exercising the option to purchase the property is subject to the availability of such funds for both the University and the Medical Center Commission.

It is recommended that the comptroller and the secretary be authorized to (1) seek all necessary Medical Center Commission approval for this transaction and if granted, to execute the lease agreement described above; and (2) exercise the options to renew described above, subject to the continuing need and availability of funds and to execute a contract for the sale of real estate between the University, the owners, and, if appropriate, the Medical Center Commission, if funds become available for the purchase.

I concur.

On motion of Mr. Forsyth, authority was given as recommended by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Purchases

(20) The president submitted, with his concurrence, a list of purchases recommended by the directors of purchases and the executive vice president; also purchases authorized by the president.

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	\$ 247 572 31
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From Institutional Funds

Authorized	\$ 72 521 26
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Recommended	3 295 572 53
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	3 368 093 79
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<i>Grand Total</i>	\$3 615 666 10
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A complete list of the purchases with supporting information, including the quotations received, was sent to each member of the board in advance of the meeting, and a copy is being filed with the secretary of the board for record.

On motion of Mr. Forsyth, the purchases authorized by the president were confirmed, and the purchases recommended were authorized by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mr. Neal, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Bettenhausen, Mr. Persons; no, none.)

Report of Purchases Approved by the Executive Vice President

(21) The executive vice president also submitted a report of purchases approved by him on recommendation of the directors of purchases in amounts of \$20,000 to \$25,000, a report of bids taken in behalf of the Capital Development Board, and a report of bids taken by the Illinois Educational Consortium for generic commodities. A copy of this report is filed with the secretary.

This report was received for record.

Comptroller's Monthly Report of Contracts Executed

(22) The comptroller submitted the November 1981 report of contracts. The report included contractual agreements for payments to the University and contracts

in amounts up to \$25,000, to be paid by the University. A copy of this report is filed with the secretary.

This report was received for record.

Report of Investment Transactions Through October 31, 1981

(23) The comptroller presented the investment report as of October 31, 1981.

Transactions under Finance Committee Guidelines

Date	Number	Description	Cost/Yield	Amount
Sales:				
8/13	\$ 9 000	Ford Motor Credit "A" demand notes	\$ 9 000 00	\$ 9 000 00
8/17	18 000	Associates demand notes....	18 000 00	18 000 00
10/2	161 000	Borg Warner Acceptance "A" demand notes	161 000 00	161 000 00
10/2	114 000	Borg Warner Acceptance "B" demand notes	114 000 00	114 000 00
Purchases:				
10/2	\$ 275 000	Ford Motor Credit "B" demand notes	16.93%	\$ 275 000 00
10/5	4 000	Household Finance demand notes...	16.07	4 000 00

Transactions under Comptroller's Authority

Sales:				
10/1	\$ 531 000	Borg Warner Acceptance "A" demand notes	\$ 531 000 00	\$ 531 000 00
10/2	256 000	Borg Warner Acceptance "A" demand notes	256 000 00	256 000 00
10/2	2 000 000	U.S. Treasury bills due 2/4/82	1 855 916 12	1 897 916 66
10/7	1 500 000	U.S. Treasury bills due 12/10/81	1 453 561 39	1 463 866 67
10/7	600 000	U.S. Treasury bills due 2/4/82	556 774 84	572 200 00
10/9	1 800 000	U.S. Treasury bills due 1/21/82	1 725 210 00	1 730 320 00
10/14	6 000	General Motors Acceptance demand notes	6 000 00	6 000 00
10/28	75 000	U.S. Treasury bills due 11/19/81	72 003 75	74 390 42
Purchases:				
8/17	\$ 200 000	U.S. Treasury 16 percent notes due 11/15/84	16.07%	\$ 199 640 00
8/26	1 000	Abbott Laboratories demand notes..	16.21	1 000 00
8/26	6 000	General Motors Acceptance demand notes	17.72	6 000 00
9/4	6 000	City Products demand notes.....	17.69	6 000 00
10/1	12 000	Abbott Laboratories demand notes..	15.63	12 000 00
10/1	531 000	Ford Motor Credit "B" demand notes	16.93	531 000 00
10/2	256 000	Ford Motor Credit "B" demand notes	16.93	256 000 00
10/5	1 800 000	U.S. Treasury bills due 1/21/82....	14.45	1 725 210 00
10/7	500 000	Continental Bank 14% percent time deposit due 6/22/82.....	14.75	500 000 00
10/7	500 000	U.S. Treasury bills due 1/28/82....	14.15	478 734 03
10/8	10 000	Abbott Laboratories demand notes..	15.34	10 000 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
10/13	\$ 150 000	U.S. Treasury bills due 10/7/82....	15.20%	\$ 130 255 00
10/14	600 000	Continental Bank 14% percent time deposit due 2/18/82.....	14.75	600 000 00
10/15	9 000	Abbott Laboratories demand notes...	14.77	9 000 00
10/15	500 000	U.S. Treasury bills due 7/15/82....	14.90	449 229 59
10/19	700 000	Continental Bank 15 percent time deposit due 2/16/82.....	15.00	700 000 00
10/19	1 000 000	U.S. Treasury bills due 1/14/82....	13.93	967 423 33
10/19	1 000 000	U.S. Treasury bills due 1/28/82....	14.03	962 125 00
10/19	1 000 000	U.S. Treasury bills due 2/4/82.....	14.07	959 500 00
10/19	1 500 000	U.S. Treasury bills due 4/22/82....	14.85	1 393 625 00
10/22	400 000	Continental Bank 15% percent time deposit due 4/6/82.....	15.13	400 000 00
10/22	15 000	U.S. Treasury bills due 3/25/82....	12.83	14 219 79
10/26	1 500 000	U.S. Treasury bills due 12/17/81....	13.15	1 471 508 34
10/27	1 400 000	U.S. Treasury bills due 12/3/81....	13.48	1 380 862 78
10/27	1 400 000	U.S. Treasury bills due 12/17/81....	13.35	1 374 018 33
10/29	1 000 000	U.S. Treasury bills due 1/7/82.....	13.10	974 819 45
10/29	1 000 000	U.S. Treasury bills due 1/21/82....	13.43	969 620 00
10/29	1 000 000	U.S. Treasury bills due 2/18/81....	13.72	959 057 78
10/30	1 000 000	Continental Bank 14% percent time deposit due 1/29/82.....	14.63	1 000 000 00
10/30	2 000 000	First National Bank of Chicago 14% percent certificate of deposit due 1/21/82	14.63	2 000 000 00

On motion of Mr. Howard, 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.

DEGREES CONFERRED

The secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on October 15, 1981.

Summary

Graduate College	
Doctor of Philosophy.....	246
Doctor of Education.....	10
Doctor of Psychology.....	1
Doctor of Musical Arts.....	4
Master of Arts.....	40
Master of Science.....	104
Master of Fine Arts.....	2
Master of Education.....	5
Master of Laws.....	2
Master of Accounting Science.....	1
Master of Business Administration.....	6
Master of Computer Science.....	1
Master of Music.....	3

Master of Urban Planning.....	4
Advanced Certificate in Education.....	1
<i>Total, Graduate College.....</i>	<i>(430)</i>
College of Agriculture	
Bachelor of Science.....	3
College of Commerce and Business Administration	
Bachelor of Science.....	14
College of Communications	
Bachelor of Science.....	1
College of Education	
Bachelor of Science.....	2
College of Engineering	
Bachelor of Science.....	12
College of Fine and Applied Arts	
Bachelor of Science.....	3
Bachelor of Fine Arts.....	1
Bachelor of Landscape Architecture.....	2
Bachelor of Music.....	1
<i>Total, College of Fine and Applied Arts.....</i>	<i>(7)</i>
College of Applied Life Studies	
Bachelor of Science.....	1
College of Liberal Arts and Sciences	
Bachelor of Arts.....	16
Bachelor of Science.....	16
<i>Total, College of Liberal Arts and Sciences.....</i>	<i>(32)</i>
School of Social Work	
Bachelor of Social Work.....	1
<i>Total, Degrees Conferred at the Urbana-Champaign campus.....</i>	<i>503</i>

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

President Stone called attention to the schedule of meetings: January 14, 1982 (annual meeting), Medical Center; February 18, Urbana-Champaign; March 18, Chicago Circle. There will be no December meeting.

There being no further business, the board adjourned.

EARL W. PORTER
Secretary

PAUL STONE
President

LUNCHEON GUESTS

Guests of the board at the luncheon included the deans and directors of colleges; institutes, and administrative offices on the Urbana-Champaign campus; and members of the University Nonacademic Employees Advisory Council.