

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

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**April 15, 1982**



The April meeting of the Board of Trustees of the University of Illinois was held in Chicago Room C, Chicago Illini Union, Medical Center campus, Chicago, Illinois, on Thursday, April 15, 1982, beginning at 9:30 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: Dr. Edmund R. Donoghue, Mr. William D. Forsyth, Jr., Mr. Ralph C. Hahn, Mr. George W. Howard III, Mr. Dean E. Madden, Mrs. Nina T. Shepherd, Mr. Paul Stone. The following members of the board were absent: Mrs. Galey S. Day, Mr. Earl Langdon Neal, Governor James R. Thompson. 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.

### CALL TO EXECUTIVE SESSION

President Stone, referring to Section Two of the Open Meetings Act, stated: "A motion is now in order to hold an executive session to consider information regarding the appointment, employment, or dismissal of employees or officers, and to discuss pending, probable, or imminent litigation against or on behalf of the University."

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

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

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 1 and 2. The recommendations were individually discussed but acted upon at one time.

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

#### Edna M. McLaughlin Estate

(1) At its May 21, 1981, meeting the Board of Trustees authorized settlement of certain matters asserted against the Edna M. McLaughlin Estate by James McLaughlin, a nephew of the decedent's husband. In issue at that time was the allocation of certain administration expenses and federal taxes as well as the right of the nephew to acquire 106 acres of farm land in McLean County for \$78,440, which then had a value of between \$300,000 and \$400,000.

Under the Edna M. McLaughlin will, her residuary estate was placed in a thirty-year trust with the Belleville National Savings Bank for the benefit of the University of Illinois for the purpose of paying educational costs of students on the basis of their financial needs. Five percent of the value of the residuary estate is to be paid to the University annually during the thirty-year period, at the end of which the trust is to terminate and the principal distributed to the University to be used for the stated purposes.

The farm land in question was purchased by the decedent and her husband at auction in 1968 for \$78,440. The nephew contended that the decedent and her husband were acting as his financial backers in the purchase of the land, which he farmed, and that the title was to be transferred to him when the farm income equalled the purchase price. In April of 1977, after the decedent's husband's death, the decedent entered into an option agreement pursuant to which the nephew was given the option to purchase the farm for \$78,440.00.

The Internal Revenue Service treated the 1977 option agreement as a gift in contemplation of death, thereby increasing the federal estate tax by \$72,000 after allocating certain administration expenses to the nephew's interest. The settlement approved by the board in May 1981 allowed the nephew to purchase the property at the price of \$150,000 and the executor was not to seek recovery of any federal estate or gift taxes or administration expenses from the nephew, even though apportionment of the administration expenses was claimed on the federal estate tax return. Subsequently, the Internal Revenue Service reversed its position on apportionment in the light of recent Illinois cases and reduced the allowable charitable deduction by the amount of the taxes and expenses previously claimed as apportionable to the nephew's interests. The will contains no provision directing payment of taxes or administration expenses.

The nephew has refused to complete the previously authorized settlement for the expressed reason that the same would not resolve his liability for Illinois inheritance taxes. The nephew has now filed suit in the Circuit Court in McLean County, Illinois, against the executor seeking specific performance of his \$78,440 option agreement. The University is not a party to that proceeding. In turn, the executor has filed in the Circuit Court of St. Clair County, Illinois, a Petition for Directions to determine the legal effects of the option agreement and whether the executor should obtain or forego reimbursements from the nephew for any federal estate or other taxes and interest which may be due from him. The University is a party to the St. Clair County proceedings.

The university counsel has requested that he be authorized to take such steps as may be necessary or appropriate, including the employment of special counsel, to protect the interests of the University in this matter.

I concur.

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

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

#### **Settlement of Workers' Compensation Claim (Wardell Newsome)**

(2) Wardell Newsome, hospital service foreman at the Medical Center campus, sustained injury to both knees as a result of a fall on November 3, 1980, in the course of his employment by the University. In January 1981 he returned to work half time but by May his condition had deteriorated to the extent that he was unable to do any work involving walking and has not worked since. His illness has been diagnosed to be degenerative arthritis of the knees with exacerbation due to the November 3 injury. Newsome has not responded well to conservative treatment and is unable to work at his usual duties.

Newsome has been employed by the University for fourteen years and has indicated that he prefers not to enter into litigation if at all possible. He is fifty-five years of age and, if deemed permanently, totally disabled, the liability payments would exceed \$9,000 annually for his lifetime. Through February 1982, \$11,712 of lost time benefits have been paid him.

The Subcommittee on Workers' Compensation has recommended a one-time settlement for \$35,414, representing 100-percent industrial loss of use of a leg with future medical rights left open for one year following the date this settlement is approved by the Industrial Commission of Illinois.

The executive vice president is required to inform the board of any workers' compensation claim in which payment for loss of income and medical expenses exceeds \$30,000 and submit to the board for any payment for permanent disability in excess of \$30,000. The executive vice president has recommended that the board approve the proposed settlement.

I concur.

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

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

### **Status of Litigation Regarding Robert N. Parker**

The university counsel, Mr. Costello, reported that the retrial of Mr. Parker has been scheduled to begin April 19 in Rockford.

With regard to the possibility of settlement to retrieve the University and the University of Illinois Foundation losses, he reported that thus far the Federal Insurance Company of New Jersey had indicated a willingness to provide \$100 thousand in settlement, Indiana Insurance Company, \$133 thousand, and the First National Bank of Champaign, \$125 thousand. The University has sought \$250 thousand each from the Indiana Insurance Company and the First National Bank of Champaign. Mr. Costello reported that he had just learned the First National Bank was unwilling to make such a settlement, and that at this point it appeared the matter will proceed to litigation.

### **Executive Session Adjourned for Meeting of Buildings and Grounds Committee**

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

### **MEETING AS A COMMITTEE OF THE WHOLE**

The Board of Trustees reconvened at 10:15 a.m. as a Committee of the Whole to receive a report on the status of the University of Illinois Hospital and, in particular, the problem of cash flow and inordinately high accounts receivable. Chancellor Begando presented Vice Chancellor Alexander Schmidt who provided a written document containing detail on this question (a copy of the document is filed with the secretary for record).

In brief, Dr. Schmidt reported on the status of the search and appointment of individuals for various managerial positions related to this work in the hospital, indicating that most of the positions were now filled. He further presented information on the organization of the Department of Patient Accounts, an update on the cash flow and accounts receivable matter, and a status report on the search for the hospital director. He also reported on the National Resident Matching Program. President Ikenberry stated that he was personally encouraged by the report just presented although more progress is required. He said that a further and more complete report would be presented at the Board of Trustees meeting in July.

The board reconvened in regular session at 11:10 a.m.

### **MINUTES APPROVED**

The secretary presented for approval the press proof of the minutes of the Board of Trustees meeting of January 14, 1982, copies of which had previously been sent to the board.

On motion of Mr. Forsyth, these minutes were approved as printed on pages 435 to 458 inclusive.

## BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President Ikenberry introduced observers from the campus senates and from the University Senates Conference.<sup>1</sup>

### 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.

### Discussion, Tentative Board of Trustees' Schedule, 1982-83

The secretary presented for consideration a tentative schedule for the 1982-83 year in which certain changes were suggested which would result in economies, *viz.* the possibility of not scheduling a meeting in April of 1983, and identifying two or three meetings in the year which could be limited to one day.

The trustees expressed reservations with regard to cancelling the April meeting but a general willingness to consider the feasibility of scheduling one-day meetings and in arranging the rotation between Chicago and Urbana on an even basis which would result in certain economies as well.

Accordingly, the schedule for 1982-83 will be as follows:

Thursday, September 16, 1982	Urbana-Champaign campus
Thursday, October 21, 1982	Chicago campus (Medical Center)
Thursday, November 18, 1982 <sup>2</sup>	Urbana-Champaign campus
No scheduled December meeting.	
Thursday, January 20, 1983	Chicago campus (Chicago Circle)
Thursday, February 17, 1983	Urbana-Champaign campus
Thursday, March 17, 1983 <sup>2</sup>	Chicago campus (Medical Center)
Thursday, April 21, 1983	Urbana-Champaign campus
Thursday, May 19, 1983	Chicago campus (Chicago Circle)
Thursday, June 16, 1983	Urbana-Champaign campus
Thursday, July 21, 1983 <sup>2</sup>	Chicago campus (Medical Center)

### President's Report on Other Matters

The president presented the following written report:

The advocacy campaign to secure the adoption of a state appropriation for higher education above the level of the governor's budget recommendation continues. While it is no simple or easy task, it is crucial to the future of the University of Illinois.

The wealth of a state and nation, as Adam Smith noted more than 200 years ago, is not just the sum total of its factories or the tools in people's hands, but it is also the aptitudes, the creativity, and the character possessed by its people.

Investment in "human capital" has declined in the State of Illinois over the last ten years. Not only has investment in Illinois higher education declined as a relative priority in the state budget, state support per student has dropped by

<sup>1</sup> University Senates Conference: Rose Ann Grundman, associate professor of mathematics in medicinal chemistry, Medical Center; Chicago Circle Senate: Frank Tachau, professor and chairperson of the Department of Political Science; Medical Center Senate: Ruy Lourenco, Edmund F. Foley Professor of Medicine and head of the Department of Medicine, Abraham Lincoln School of Medicine; Urbana-Champaign Senate Council: Jerry S. Dobrovolsky, professor and head of the Department of General Engineering.

<sup>2</sup> Possibly one-day meetings.

29 percent in real dollars — adjusted for inflation — some \$850 per student since 1971.

If Illinois is to continue to have quality programs of higher education during the next ten years, it must begin today to halt the erosion in investment in human capital and restore its universities to a sound financial footing.

At this moment, however, the University of Illinois faces the clear prospect of a reduction of \$6 million in state support. Even with the revenue derived from recent tuition increases, the University faces an \$8 million shortfall because of the requirement to cover unavoidable cost increases. Internal cutbacks equivalent to 2.7 percent of the personal services base budgets must be made to make up the difference.

Even then, no general salary increases are possible; no funds are available to meet price increases for library books, laboratory supplies, and equipment; and no funds are available to address the most urgent academic program needs important not only to the future of the University but important to the University's ability to serve the people of Illinois as it should.

Several steps have been taken to bring these issues to public attention:

1. I released an open letter to the citizens of Illinois outlining the dimensions of the problem and it is continuing to receive attention across the state.
2. The University of Illinois Alumni Association, under the leadership of its chairman, Ruth Johnson, has forwarded a letter to more than 40,000 alumni residing in the state of Illinois to ask for their help.
3. Information is being forwarded by several colleges, including Law, Engineering, Business, Agriculture and others, to their alumni.
4. An advocates' group of more than 200 persons is being assembled to assist in interpreting the needs and priorities of the University.
5. The implications of the governor's budget have been outlined in public session before the Illinois Board of Higher Education.
6. Discussions with the leaders of the General Assembly and with representatives of the Governor's Office are continuing in the search for ways to increase support.
7. A fact sheet and briefing book outlining key facts and issues have been developed for use by alumni, friends, policymakers, and others.

These and other steps will continue during the weeks and months ahead. The deans of the several colleges will discuss with advisory committees and alumni councils the importance of strengthening the priority assigned to the University of Illinois and to higher education, and ask for their help. The annual report to the people of Illinois regarding the programs and services offered by the University is now being carried by several television stations around the state.

While these efforts proceed, we must also move to establish policies as a guide to internal budget planning.

### Policies for Internal Budget Planning

1. *The University must proceed to reduce the personal services budget base by approximately 2.7 percent for FY83.* The alternative would be to wait until the conclusion of the legislative session to determine if support had been increased beyond the governor's recommended level. This entails risks, however, the University cannot take. Moreover, by making the necessary reductions now, additional support beyond the level of the governor's recommendation can be used to meet critical program needs and address the issue of salary increases.
2. *The objective will be to effect the reduction by June 30, 1982.* The date is significant in that it provides little time for a downward reduction of this magnitude. Nonetheless, to the degree the University fails to achieve the targeted 2.7 percent reduction by June 30, proportionately heavier cuts will be required for the balance of the year.

3. *As in the past, the aim will be to provide for stability and continuity during this period of fiscal uncertainty.* Attempts will be made to avoid, where possible, layoffs of personnel. There are, of course, seasonal shifts in employment requirements and mid-year budget adjustments that require layoffs even in normal times. We anticipate some additional layoffs as a result of the budget reductions as well as internal shifts of personnel from one unit to another. Given these realities, however, we will aim toward stability and continuity in employment and services.
4. *Accountability for meeting the reduced budget targets will remain at the operating level.* As in the past, we weighed the possibility of prohibiting further offers of employment by deans and directors until the dimensions of the present problem were more fully known. This was rejected in preference to retaining responsibility in each of the academic and administrative units to live within the authorized budget limits. Some deans and directors already have imposed severe hiring restrictions; others may need to do so. We do not intend, however, to impose a University-wide restriction at this time.
5. *On a temporary basis, the University will allocate the \$3.3 million derived from differential tuition charges to help off-set the overall base budget reduction.* If the differential tuition funds were not applied, cuts in excess of 2.7 percent of the personal service base would be required and be even more disruptive. Nonetheless, the program needs to be met from the differential tuition revenues remain as urgent as they were when approved by the Board of Trustees some months ago. Therefore, the application of the differential tuition revenues to the immediate problem is viewed as a temporary measure; these program funds will be replaced by the first additional \$3.3 million in state appropriated funds and applied to the most pressing academic program problems.
6. *A cap has been placed on the maximum allowable "vacancy credit."* "Vacancy credit," as the term implies, is the estimate of the fraction of positions expected to be vacant for some period of time during a given year. The policy will be to hold "vacancy credit," so far as possible, to last year's levels; at the general university level, it must be reduced below last year's levels. In all cases, it must be less than 2.5 percent of the personal service base budget.
7. *The University will redouble its efforts to secure additional state support essential to the maintenance of quality and stability of program offerings and services.*

### Summary

The accumulated deficiencies resulting from the trends of the last ten years will not be eliminated overnight, but we must work toward a new course now. The citizens of Illinois, I believe, are proud of the University of Illinois; they are proud of its programs; they are proud that Illinois is served by one of the strongest public universities in America. They know the future of one is tied to that of the other. This is the message we must carry to the people. The University of Illinois has the capacity to be the preeminent public university in the United States and the state of Illinois and our society will be the stronger because of it. The University is doing all it can to help itself, but needs help from the people of Illinois if it is to fulfill its responsibilities in a proper manner.

In the course of his report to the trustees, the president also presented a communication from the clerk of the Urbana-Champaign Senate transmitting the result of a mail poll conducted by the senate of academic employees at the Urbana-Champaign campus to obtain an expression of interest in collective bargaining. (A copy of the communication and the results of the poll are filed with the secretary of the board for record.)

## REGULAR AGENDA

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 16 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 fifteen 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 Committee on Accountancy also recommends that the certificate of certified public accountant be awarded to one candidate who passed the standard written examination given in November 1981 in Illinois and who has fulfilled all other legal requirements under Sections 1, 2, and 3 of the Illinois Accountancy Act of 1943, as amended.

The names of all candidates are filed with the secretary.

I concur in these recommendations.

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

### Head, Department of Neurosurgery, Abraham Lincoln School of Medicine, Medical Center

(4) The chancellor at the Medical Center has recommended the appointment of Dr. Robert M. Crowell, presently chairman of the Division of Neurosurgery at the Barrow Neurological Institute, Phoenix, Arizona, as professor of neurosurgery on indefinite tenure and head of the department in the Abraham Lincoln School of Medicine, beginning June 1, 1982, on a twelve-month service basis at an annual salary of \$150,000.

Dr. Crowell will succeed Dr. Oscar Sugar who retired from the headship on August 31, 1981. Dr. Larry McDonald has been serving as acting head.

This recommendation is made with the advice of a search committee<sup>1</sup> and after consultation with members of the department. The vice president for academic affairs concurs.

I recommend approval.

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

### Chairperson, Department of Special Education, Urbana

(5) The dean of the College of Education has recommended to the chancellor at Urbana-Champaign the appointment of Dr. Robert A. Henderson, presently

<sup>1</sup> Lloyd M. Nyhus, professor and head of the Department of Surgery, ALSM, *chairman*; Edward L. Applebaum, professor and head of the Department of Otolaryngology, ALSM; Arlene Barr, associate professor of clinical neurology, ALSM; Norman R. Bernstein, professor of psychiatry, ALSM; Vlastimil Capek, professor and head of the Department of Radiology, ALSM; Marcel Frenkel, associate professor of neurology, ophthalmology and neurosurgery, ALSM; Michael Jerva, clinical professor of neurosurgery, ALSM; Olga Jonasson, professor of surgery, ALSM; Larry W. McDonald, professor of neuropathology, ALSM; Kanubhai K. Panchal, resident in neurosurgery and instructor, ALSM; George Pappas, professor and head of the Department of Anatomy, SBMS; Gary Skaletsky, resident in neurosurgery and instructor, ALSM; John Skosey, associate professor of medicine, ALSM.



professor of special education and of administration, higher, and continuing education and acting chairperson of the Department of Special Education, as chairperson of the Department of Special Education beginning April 16, 1982, on a nine-month service basis at an annual salary of \$32,350.

Dr. Henderson will continue to hold the rank of professor on indefinite tenure. He has been acting chairperson since August 21, 1981, when Professor M. Stephen Lilly assumed the position of associate dean for Graduate Programs in the College of Education.

The nomination is made with the advice of a search committee<sup>1</sup> and endorsed by the Executive Committee of the college. The chancellor and the vice president for academic affairs concur.

I recommend approval.

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

### Appointments to the Faculty

(6) The following new appointments to the faculty of the rank of assistant professor and above and 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. JAMES J. COLEMAN, associate professor of electrical engineering, beginning March 1, 1982 (A), at an annual salary of \$33,650.
2. MICHAEL GABRIEL, professor of psychology, beginning August 21, 1982 (A), at an annual salary of \$34,000.
3. HARRY G. PRINCE, assistant professor of law, beginning August 21, 1982 (1), at an annual salary of \$35,000.

### Medical Center

4. DAVID J. DePORTER, assistant professor of operative dentistry, on 40 percent time beginning March 1, 1982 (N40), at an annual salary of \$8,000.
5. ERUSHA JOSEPH, reference librarian and assistant professor, Library of the Health Sciences, beginning March 15, 1982 (1Y), at an annual salary of \$15,000.
6. MAXINE E. LOOMIS, professor of psychiatric nursing, beginning March 1, 1982 (AY), at an annual salary of \$47,000.

<sup>1</sup> Robert M. Tomlinson, professor of vocational and technical education, *chairperson*; Colleen S. Blankenship, assistant professor of special education; J. Richard Dennis, associate professor of secondary education; Lilian G. Katz, professor of early childhood education in the Department of Elementary and Early Childhood Education; James E. Martin, graduate student; Paula F. Silver, associate professor of administration, higher, and continuing education; Robert T. York, assistant professor of special education.

### Administrative Staff

7. **THOMAS W. BECKHAM**, associate vice chancellor for academic affairs and associate professor of health professions education, Medical Center, beginning May 1, 1982 (NY), at an annual salary of \$70,000.
8. **WILLIAM F. NORTON**, assistant director of the Office of Administrative Information Systems and Services, Urbana, beginning March 21, 1982 (NY), at an annual salary of \$36,999.

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

### Administrative Leaves, 1982-83

(7) In accordance with the plan for administrative leaves approved by the Board of Trustees on June 20, 1973,<sup>1</sup> the president of the University and the chancellors at Chicago Circle and Urbana-Champaign have recommended such leaves for those listed below.

The proposals have been reviewed by the committee on administrative leaves which recommends approval.

### Chicago Circle

**RAYMOND A. DALTON**, assistant dean of the College of Architecture, Art, and Urban Planning since September 1, 1971, has requested leave for the period September 1–December 31, 1982. He will be an official visiting administrator advising on program development and generating exchange instructorship possibilities at Lagos State College of Science and Technology and the University of Lagos, Nigeria.

**BEVERLY P. LYNCH**, university librarian since January 1, 1977, has requested leave for the period September 1–December 31, 1982. She will investigate the effects of technology upon the organization and structure of complex organizations in general, and the effects of automation and the changing nature of library use on the organization and structure of research libraries in particular.

**SAMUEL SCHRAGE**, director of the James Scholar Program in the University Honors Program since April 1, 1970, has requested leave for the period January 1–April 30, 1983. He plans to study significant innovations introduced during the last two decades in leading experimental and honors colleges and information which would be useful to the Chicago Circle undergraduate and honors programs.

**ALVIN D. STAR**, associate dean of the College of Business Administration since July 1, 1971, has requested leave for the period January 1–April 30, 1983. He will continue his small business research with an emphasis on international comparisons at Chicago Circle and other locations, including foreign countries if grant support is obtained.

**RALPH L. WESTFALL**, dean of the College of Business Administration since September 1, 1975, has requested leave for the period September 15–November 15, 1982. He will visit several university business programs in India to lecture and to consult on program development.

### Urbana-Champaign

**W. PETER HOOD**, associate dean of the College of Liberal Arts and Sciences since August 21, 1977, and prior to that assistant dean for seven years, has requested leave for the period September 10, 1982–January 9, 1983. He will study the effects and possibilities for academic advising of three technological systems, the integrated student information system, word processing units, and cablevision. He also will review the goals and services of the student office in the college and continue a study of academic dishonesty in higher education.

<sup>1</sup> The plan provides for paid leaves of two to four months for certain administrative officers "to keep abreast of developments in their profession and to find time to design new approaches to their tasks."

**TOBY Y. KAHR**, director of the Personnel Services Office since July 1, 1968, has requested leave for the period January 1–April 30, 1983. He proposes to examine both the process and outcome of retrenchment decision-making of major mid-western universities focusing on institutional responses to cutbacks in federal and state support.

**WARREN K. WESSELS**, assistant dean of the College of Agriculture since September 1, 1964, has requested leave for the period March 1–June 30, 1983. He will study ways and means of developing opportunities for students in the College of Agriculture who have not had traditional farm experience to gain experience appropriate for their intended careers. A revision of the course, Agriculture 100, which is required of all freshmen in agriculture will be undertaken.

On motion of Dr. Donoghue, these leaves were granted as recommended.

### **AMOCO Foundation Awards for Undergraduate Instruction, Urbana**

(8) As a part of the Urbana-Champaign campus undergraduate instructional awards program, awards<sup>1</sup> to faculty are provided for work on projects designed to improve the quality of undergraduate instruction.

Upon the completion of the projects, a campus review committee selects those most deserving of recognition for excellence in teaching in the undergraduate programs. The AMOCO Foundation has again provided funds to reward those who have developed the most deserving projects.

The committee's selections for this year are:

**RICHARD J. BOLAND, JR.**, associate professor of accountancy — "Professional Policy and Practice"

**CLIFFORD G. CHRISTIANS**, associate professor of journalism and research associate professor in the Institute of Communications Research — "Media Ethics"

**WILLIAM B. JOHNSON**, assistant professor in the Institute of Aviation — "The Turbine Engine"

The chancellor at Urbana-Champaign and the vice president for academic affairs have recommended that awards of \$1,000 be made for each of the projects noted above.

I concur.

On motion of Dr. Donoghue, these recommendations were approved.

### **Honorary Degrees, Chicago Circle**

(9) The senate at the Chicago Circle campus has recommended that honorary degrees be conferred on the following persons at the commencement exercises on June 13, 1982:

**ROBERT STUART** — (B.S., University of Illinois, 1943) chairman of National Can Corporation — the degree of Doctor of Laws

**LOUIS "STUDS" TERKEL** — author, columnist, communicator — the degree of Doctor of Humane Letters

**JESSIE A. WOODS** — educator and administrator in the arts, community leader — the degree of Doctor of Fine Arts

The chancellor concurs in the recommendations of the Chicago Circle Senate. I recommend approval.

On motion of Dr. Donoghue, these degrees were authorized as recommended.

<sup>1</sup> Generally full-time salary for two months.

### **Student Fees, All Campuses (Student Services, Health Services, Health Insurance)**

(10) The chancellors have recommended selected increases in fees for FY 1983 which support auxiliary operations and student activities, student health services, and the student health insurance program. The increases are required to meet inflationary factors (salaries and wages,<sup>1</sup> utilities, general and raw food price increases, and repair and replacement programs), overhead cost requirements, and certain program needs for units at each campus.

#### **Student Service Fee**

The student service fee at the Urbana-Champaign campus supports the services and programs of the Assembly Hall, Illini Union, Intramural-Physical Education Building, and Student Services Building. The recommended increase is required to eliminate a subsidy previously paid to auxiliary units in lieu of fee income not recovered under the fee waiver policy of the campus and to support (at \$3 per semester in FY 1983) the operation of the Ice Arena.

The student service fee at the Medical Center campus supports the operation of the Chicago Illini Union, student programs, student government, and campus recreation. The recommended increase is required to meet inflationary factors and overhead costs.

The student service fee at the Chicago Circle campus supports the operation of the Chicago Circle Center, student programs, intramural sports and recreation, intercollegiate athletics, and (as distinct from the other two campuses) the on-campus health service. In addition to inflationary and overhead cost requirements, the recommended increase will provide additional funds for intercollegiate athletics and the working capital needs of the Chicago Circle Center.

#### **Health Service Fee**

The health service fee at the Urbana-Champaign campus supports the on-campus health service for students at McKinley Hospital and Health Service. The increase recommended is required to meet the inflationary factors, to provide the current level of operating cash, and to fund a substantial portion of the operation of the Psychological and Counseling Center.

The health service fee at the Medical Center campus supports the on-campus health services for students. The increase recommended is required to maintain the current level of services and to offset the effect of inflation since the fee was last increased, three years ago.

While the costs to support student health services at the Chicago Circle campus are assigned to the student service fee, the campus assesses a separate "pharmacy fee" to meet the costs of medicine and drugs for students for prescriptions written by the campus Health Service. The increase recommended is required to offset inflation and the increasing volume of services rendered.

#### **Student Health Insurance Fee**

At each of the campuses, the student health insurance fee covers the cost of premiums paid to the insurance company and the cost of administering the program. Recommended increases in this fee for 1982-83 are due to poor claim experience and increasing costs associated with health care in general.

The following tables present current and proposed fee levels for the programs described above:

<sup>1</sup> If the University salary program for FY 1983 is below the budget planning parameter of 7 percent, the funds generated will be escrowed and utilized to offset service fee increases in FY 1984.

**Urbana-Champaign**

	1981-82	<i>Proposed</i> 1982-83
Student service fee .....	\$ 92	\$104
Health service fee .....	44	57
Health insurance fee .....	27	33
	<u>\$163</u>	<u>\$194</u> (per semester)

Proposed dollar increase: \$31

Proposed percentage increase: 19.0%

**Medical Center**

	1981-82	<i>Proposed</i> 1982-83
Student service fee .....	\$144	\$161
Health service fee .....	22	26
Health insurance fee .....	28	37
	<u>\$194</u>	<u>\$224</u> (per quarter)

Proposed dollar increase: \$30

Proposed percentage increase: 15.5%

**Chicago Circle**

	1981-82	<i>Proposed</i> 1982-83
Student service fee .....	\$ 83	\$ 94
Pharmacy fee .....	2	3
Health insurance fee .....	26	29
	<u>\$111</u>	<u>\$126</u> (per quarter)

Proposed dollar increase: \$15

Proposed percentage increase: 13.5%

NOTE: 1. The fee levels displayed above apply to full-time students.

2. The rates shown for health insurance represent the student's portion only.

The executive vice president concurs in the recommendations.

I recommend approval.

(For Illinois undergraduate students with financial need who hold full-value Illinois State Scholarship Commission awards, the proposed fee increases will be paid by the Illinois State Scholarship Commission.)

(In discussion of this item, Mr. Bettenhausen presented leaders of the Student Government Association at the Urbana-Champaign campus who, noting that in a referendum at the Urbana-Champaign campus the students had voted not to approve the fee related to support of the Psychological and Counseling Center, expressed their belief that the reason for disapproval was that students had not been involved or consulted in the decision to make the recommendation.)

On motion of Dr. Donoghue, these recommendations were approved.

**Rate Increases for University-Operated Housing Facilities,  
Medical Center and Urbana**

(11) The chancellors at the Medical Center and Urbana-Champaign campuses have recommended rate increases for University-operated housing for the 1982-83 academic year. The increases are required to meet inflationary factors (salaries and

wages,<sup>1</sup> utilities, general and raw food price increases, and repair and replacement programs), and certain overhead costs.

### Medical Center

#### Student Residence Hall

	1981-82	Proposed 1982-83
Room .....	\$1 282	\$1 434
Board .....	1 318	1 487
Combined .....	\$2 600	\$2 921 (academic year)

Proposed dollar increase: \$321

Proposed percentage increase: 12.3%

#### Women's Residence Hall

	1981-82	Proposed 1982-83
Room .....	\$1 338	\$1 497
Board .....	1 318	1 487
Combined .....	\$2 656	\$2 984 (academic year)

Proposed dollar increase: \$328

Proposed percentage increase: 12.3%

(The women's residence hall is air-conditioned and therefore rates are higher than those for the student residence hall.)

#### Single Student Residence (monthly rates)

Unit	1981-82	Proposed 1982-83	Dollar Increase	Percent Increase
One bedroom apt. (2) .....	\$402	\$457	\$ 55	13.7
Two bedroom apt. (3) .....	561	638	77	13.7
Two bedroom suite (2) .....	335	371	36	10.7
Three bedroom suite (3) .....	480	518	38	7.9
Four bedroom apt. (4) .....	752	855	103	13.7

*Note:* Apartments have larger spaces than suites and include living rooms (which can convert to bedroom space). The numbers in parentheses indicate the allowable unit occupancy.

### Urbana-Champaign

#### Undergraduate Housing (room and board, academic year)

Unit	1981-82	Proposed 1982-83	Dollar Increase	Percent Increase
Single .....	\$2 500	\$2 760	\$260	10.4
Double .....	2 212	2 442	230	10.4
Triple .....	2 086	2 304	218	10.4
Quad .....	1 990	2 196	206	10.4

*Note:* 1. Rates in newer halls with air-conditioning will be \$80 more than in halls without it.

2. Room-only rates were \$1,150 less than the above rates (which include meals) in 1981-82 and will be \$1,270 less than the above rates in 1982-83.

3. The special assessment for Unit One at Allen Hall will be \$80 higher than the above rates.

4. The rates quoted do not include the \$8 Residence Hall Association dues.

<sup>1</sup> If the University salary program for FY 1983 is below the budget planning parameter of 7 percent, the funds generated will be escrowed and utilized to offset service fee increases in FY 1984.

*Graduate Housing (room only, academic year)*

<i>Unit</i>	<i>1981-82</i>	<i>Proposed 1982-83</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
<b>Sherman Hall</b>				
Single .....	\$1 300	\$1 444	\$144	11.1
Double .....	1 240	1 378	138	11.1
<b>Daniels Hall</b>				
Single .....	\$1 162	\$1 288	\$126	11.0
Double .....	1 036	1 150	114	11.0
Optional board contract .....	1 320	1 460	140	10.6

*Cooperative Houses (academic year)*

<i>Unit</i>	<i>1981-82</i>	<i>Proposed 1982-83</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
<b>Alpha (room only) .....</b>				
	\$ 976	\$1 074	\$ 98	
	and	and		10.0
	1 060	1 168	108	
<b>Delta (room only) .....</b>	1 330	1 468	138	10.4
<b>French (room and board) ....</b>	2 106	2 326	220	10.4

*Goodwin-Green (monthly rates)*

	<i>1981-82</i>	<i>Proposed 1982-83</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Sleeping room .....	\$156	\$162	\$6	3.8
Zero bedroom .....	186	193	7	3.8
Zero with dining .....	192	199	7	3.6
One bedroom .....	225	234	9	4.0
One bedroom with dining .....	231	240	9	3.9

*Orchard Downs (monthly rates)*

	<i>1981-82</i>	<i>Proposed 1982-83</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
One bedroom .....	\$181	\$198	\$17	9.4
Two bedrooms .....	198	218	20	10.1
Two bedrooms-U/F .....	156	171	15	9.6

*Other Properties (monthly rates)*

	<i>1981-82</i>	<i>Proposed 1982-83</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Various sizes and rates .....	\$250-400	\$275-440	\$25-40	10.0

The rates currently in effect at the Urbana-Champaign campus compare favorably with those charged by the other Big Ten universities. According to information available now on increases projected at other Big Ten campuses for next year, Urbana-Champaign rates should continue to rank at the midpoint of this range.

The executive vice president has recommended approval.

I concur.

On motion of Dr. Donoghue, these recommendations were approved.

### **President's Report on Actions of the Senates**

#### **Option in Health Planning and Administration, Curriculum in Health and Safety Education, Urbana**

(12) The Urbana-Champaign Senate has approved a recommendation from the College of Applied Life Studies for the establishment of an option in health planning and administration in the curriculum in Health and Safety Education.

The health care industry is one of the largest and most rapidly growing areas of the economy. Changes in financing, training, and delivery of health care have created the need for people skilled in the field of health planning and administration.

The proposed option provides initial preparation for careers in the planning and administration of programs in health facilities and agencies. The primary objectives of the undergraduate program are the development and education of students in preparation for health careers based on a broad multidisciplinary field directed towards understanding people and health-related factors which affect populations.

This option will be established within existing budgetary resources.

#### **Master of Urban Planning Degree Program, Urbana**

The Urbana-Champaign Senate has approved an increase in the number of units required for graduation for the Master of Urban Planning degree from 12 or 13½ to 15 or 16 units, depending on the course work taken by the student.

With the approval of the Graduate College and the Office of the Vice Chancellor for Academic Affairs, the Department of Urban and Regional Planning increased the credit for 400-level courses and for 300-level courses in order that such credit would be consistent with other departments with which courses are crosslisted or shared. These cooperating departments offer course credit in one-unit modules.

Consequently, the number of units for the Master of Urban Planning degree must be increased so that the course credit increase will not result in a reduction in course requirements for the degree.

#### **Option in Anatomical Sciences in the Life Sciences Field of Concentration, College of Liberal Arts and Sciences, Urbana**

The Urbana-Champaign Senate has approved the establishment of an option in anatomical sciences in the life sciences field of concentration which is in the Sciences and Letters Curriculum, College of Liberal Arts and Sciences.

Students choosing the anatomical sciences option must meet all requirements of the Sciences and Letters Curriculum and the field of concentration in life sciences. The option is designed to meet the interests of students in the structural aspects of biological systems and is unique in requiring courses which deal with multiple levels of biological organization. The option will train students to advance with the development of the field and will be generalized to the extent that it will encourage future development and permit preparation for a variety of professional careers and technical occupations.

The establishment of this option will not require any new courses or staff. It will be instituted within existing resources.

#### **Option in Consumer Economics for the Bachelor of Science Degree in Human Resources and Family Studies, Urbana**

The Urbana-Champaign Senate has approved the establishment of an option in consumer economics in the Bachelor of Science degree program in Human Resources and Family Studies.

This option draws upon a wide base of course work designed to meet the needs of students who wish to prepare for careers as consumer affairs specialists in consumer protection agencies, Cooperative Extension Service, financial institutions, social service agencies, mass media, consumer organizations, and business consumer affairs departments. It also will provide a foundation for students who wish to attend graduate school.

Students choosing the consumer economics option must meet all graduation requirements of the Human Resources and Family Studies Curriculum in the



School of Human Resources and Family Studies, College of Agriculture. Initial enrollment in the option is expected to be twenty-five students a year and will be handled within existing resources of the Department of Family and Consumer Economics.

### Special Admission Requirements for the College of Agriculture, Urbana

The Urbana-Champaign Senate has approved a recommendation from the College of Agriculture for special admission requirements to be employed in the admission of freshmen to that college.

Since the majority of courses taken by freshmen in the College of Agriculture are courses offered in the College of Liberal Arts and Sciences, the academic success of freshmen in agriculture will be enhanced if their academic credentials are equal to, or better than, those of freshmen entering the College of Liberal Arts and Sciences. It is therefore proposed that those potential freshmen who apply for admission to the College of Agriculture, and who meet or exceed the qualifications, in terms of rank in-class and test score for competitive admission to the College of Liberal Arts and Sciences, be admitted to the College of Agriculture.

The credentials of applicants whose academic qualifications are below the level described, yet above campus minimum requirements, will be reviewed by an admissions advisory committee. Those applicants in this latter group determined to have a defined professional interest in their intended curriculum in the college will be offered admission. Those applicants in this latter group who express insufficient professional interest in a program of study in the College of Agriculture will be denied admission.

If the number of applicants to the College of Agriculture with academic credentials meeting the LAS level exceeds the amount of space available for new freshmen in the College of Agriculture, the statement of professional interest may be used as an additional consideration.

Applicants applying after the "equal consideration period," as defined in materials included with the application for admission, will also be evaluated using the criteria described above. However, depending on the amount of space remaining, the academic credentials or statement of professional interest may have to be stronger than was necessary during the equal consideration period.

This report was received for record.

### Recommendations of the University Patent Committee

(13) The University Patent Committee recommends that the following actions be taken with regard to inventions and discoveries made at the University of Illinois. Background information concerning the individual cases has been sent to the Committee on Patents of the Board of Trustees.

1. *1-Oxo-4-Amino [4,5-c] Oxaazino-furoxan Imine* — Joseph H. Boyer, professor of chemistry, Perumal T. Pillai, postdoctoral research associate in chemistry, and V. T. Ramakrishnan, research associate in chemistry, Chicago Circle, inventors; developed with support from the U.S. Department of Defense.

University Patents, Inc., reported that it did not elect to subject this disclosure to the terms of the servicing agreement. The University Patent Committee recommends that the University retain rights to make and use this concept and release all other patent rights to the sponsor, the U.S. Department of Defense.

2. *Diamino [4,5-c] Pyridazino-furoxans* — Joseph H. Boyer, professor of chemistry, Perumal T. Pillai, postdoctoral research associate in chemistry, and V. T. Ramakrishnan, research associate in chemistry, Chicago Circle, inventors; developed with support from the U.S. Department of Defense.

University Patents, Inc., reported that it did not elect to subject this disclosure to the terms of the servicing agreement. The University Patent Committee recom-

mends that the University retain rights to make and use this concept and release all other patent rights to the sponsor, the U.S. Department of Defense.

**3. Reversible Vas Deferens Blocking Device** — Lourens J. D. Zaneveld, professor of physiology and biophysics, James W. Burns, research assistant in physiology and biophysics, and Stan A. Beyler, former research associate in physiology and biophysics, Medical Center, inventors; developed with support from the Program for Applied Research on Fertility Regulation under a contract with the U.S. Agency for International Development.

In March 1981 the Board of Trustees transferred its rights in this invention to the University of Illinois Foundation, subject to the rights of the sponsor. The foundation determined not to file a patent application. The inventors have asked to have the patent rights released to them so that they may file a patent application. On February 4, 1982, the foundation agreed to assign all patents to the University of Illinois. The University Patent Committee recommends that the rights of the University be released to the inventors, subject to the rights of the sponsor.

On motion of Dr. Donoghue, these recommendations were approved.

#### **Contract for Marketing of Instructional Videotapes, Urbana**

(14) The Wm. C. Brown Company, publishers, of Dubuque, Iowa, proposes to market instructional videotapes that have been and will be developed at the Department of Psychology, Urbana-Champaign campus.

The publisher will pay the University a 33⅓ percent royalty on domestic and Canadian sales and a 20 percent royalty on all other sales, and also will pay a cash advance of \$25,000 against royalties.

Income for the first twelve-month period will exceed \$10,000.<sup>1</sup> The executive vice president requests approval of the contract.

I concur.

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

#### **Research Grant from the Edna McConnell Clark Foundation, Medical Center (Exception to the General Rules)**

(15) The Edna McConnell Clark Foundation, a charitable not-for-profit organization from New York City, proposes to grant \$75,000 to the University for a two-year period to study phosphorus metabolism in developing stages of schistosomes and their snail hosts under the direction of Thomas O. Henderson and Terrell C. Myers.

The terms of the grant would give the Clark Foundation certain patent rights that are contrary to the *General Rules Concerning University Organization and Procedure*. The foundation will receive a noncancellable, exclusive license to make, use, and sell any invention or discovery made in the research, with the right to transfer an exclusive license or to grant nonexclusive sub-licenses. The foundation will determine jointly with the University what inventions and discoveries will be made the subject matter of patent applications to be filed by the University. The Clark Foundation will receive 50 percent of net royalties.

The executive vice president recommends approval of the terms described as an exception to the *General Rules*.

I concur.

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

<sup>1</sup> The comptroller and the secretary, upon recommendation of the executive vice president, are authorized, under the *General Rules*, to execute such contracts when estimated net receipts do not exceed \$10,000 in any twelve-month period.

**Oil and Gas Lease, Matagorda and Brazoria Counties, Texas**

(16) The University has a 4 percent mineral interest in a 344-acre tract of land located in Texas acquired as part of the Robert Wood Keeton and Emily A. Keeton gifts. This tract appears to have potential for oil and gas production.

The Davis Oil Company of Houston, Texas, has offered a three-year oil and gas lease for the tract at \$250 paid-up bonus per acre and \$25 rental per acre. The lease provides for the company to pay a one-fifth royalty for oil and gas produced.

The executive vice president has recommended that the University enter into the lease as described.

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. 17 through 22 inclusive. The recommendations were individually discussed but acted upon at one time.

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

**Contract for Installation of Coaxial Cable Network, Chicago Circle**

(17) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$33,708 to Bernard N. Lane Company, an Illinois corporation, acting through its Monarch Electric Construction Co., Chicago Division, for the installation of an academic/administrative coaxial cable network for fourteen buildings at the Chicago Circle campus.

Lane is the low bidder on its base bid plus acceptance of additive alternate nos. 1, 2 and 3. A schedule of the bids received has been filed with the secretary of the board for record.

Funds are available in the institutional funds budget of the Chicago Circle Computer Center.

The Computer Center serves some of the academic computing needs in Chicago. Computers throughout the campus are interconnected to the Computer Center and to various terminals over leased telephone lines. This project would replace certain leased equipment and expand the computer network by installing a cable system. This will increase computer flexibility and user services, eliminate certain telephone line and instrument rental charges for computer use, and allow future expansion for business and administrative use. The cable network system will be used by University faculty, administrative personnel, and students.

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

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

**Contractors' Fees for Minor Building Alterations, Repairs, and New Construction Work, Chicago Campuses**

(18) On May 21, 1981, the Board of Trustees approved the award of cost-plus contracts for minor building alterations, repairs, and new construction work at the Chicago campuses for the fiscal year ending on June 30, 1982, with an option to extend these contracts from July 1 through June 30, 1983, under the same terms and conditions.

The president of the University, with the concurrence of the appropriate administrative officers, recommends that the option as described now be exercised.

Funds as required will be authorized by a contract work order which will be charged against the funds allocated for each project.

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

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

### **Contracts for Remodeling and Expansion, Bookstore, Medical Center**

(19) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for remodeling and expansion of the bookstore in the Chicago Illini Union. The award in each case is to the low bidder on its base bid plus the indicated alternates.

	<i>Base Bid</i>	<i>Alternates<sup>1</sup></i>	<i>Total</i>
<i>Division I — General</i>			
Ace Construction Corporation, Oak Park . . . .	\$92 838	\$3 100 (add Alt. #1)	\$ 95 938
<i>Division II — Plumbing</i>			
J. C. Geyer Plumbing Co., Inc., Oak Park . . .	3 333	none	3 333
<i>Division IV — Ventilation</i>			
P. E. Environmental Systems, Inc., Lamont . .	2 956	none	2 956
<i>Division V — Electrical</i>			
Wognum Electric Company, South Holland . .	23 000	1 417 (deduct Alt. #2)	21 583
<i>Total</i> . . . . .			\$123 810

The project is to remodel the interior of the bookstore (approximately 1,500 square feet) and to build a new interior stairway to the first floor main and music lounges (approximately 3,000 square feet), the latter to be converted into additional bookstore, office, and storage space.

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

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

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

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

### **Contract for Pavement Restoration, Pennsylvania Avenue, Urbana**

(20) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$74,245 to Campaign Asphalt Company, Urbana, the low bidder, for the restoration of the pavement of Pennsylvania Avenue between Lincoln and Goodwin Avenues.

<sup>1</sup> Alternate #1 provides for the addition of carpeting at the base of the new stair to conceal floor repairs in the existing quarry tile necessitated by electrical requirements. Alternate #2 substituted single pole switches for the first floor lighting in lieu of the dimmers specified.

Funds are available in the institutional funds budget of the Operation and Maintenance Division on the Urbana-Champaign campus.

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

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

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

### Contracts for Memorial Stadium Sound System, Urbana

(21) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of the following contracts to install a sound system in Memorial Stadium; the award in each case to the low bidder:

#### General

C. A. Petry & Sons, Inc., Champaign . . . . . Base bid \$47 750      \$ 47 750

#### Sound System

Ancha Electronics, Inc., Elk Grove Village . . . . . Base bid \$73 990  
Alternate S-1      13 730      87 720

Total . . . . . \$135 470

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

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

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

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

### Purchases

(22) The president submitted, with his concurrence, a list of purchases recommended by the directors of purchases and the executive vice 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 . . . . . \$ 272 185 00

#### From Institutional Funds

Recommended . . . . . 8 955 224 49

Grand Total . . . . . \$9 227 409 49

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. Madden, the purchases recommended were authorized by the following vote: Aye, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Madden, Mrs. Shepherd, Mr. Stone; no, none; absent, Mrs. Day, Mr. Neal, 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

(23) 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 copy of this report is filed with the secretary.

This report was received for record.

#### Comptroller's Monthly Report of Contracts Executed

(24) The comptroller submitted the April 1982 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 March 31, 1982

(25) The comptroller presented the investment report as of March 31, 1982.

##### Transactions under Finance Committee Guidelines

Date	Number	Description	Cost/Yield	Amount
Purchase:				
3/15	\$ 188 000	General Motors Acceptance demand notes .....	14.07%	\$ 188 000 00

##### Transactions under Comptroller's Authority

Sales:				
2/18	\$ 134 000	Associates demand notes..	\$ 134 000 00	\$ 134 000 00
3/2	2 000 000	U.S. Treasury bills due 5/20/82 .....	1 922 844 44	1 946 016 67
3/2	1 000 000	U.S. Treasury bills due 7/1/82 .....	943 876 67	958 053 33
3/10	12 000	Abbott Laboratories demand notes .....	12 000 00	12 000 00
3/23	75 000	U.S. Treasury bills due 8/12/82 .....	70 704 27	71 242 92
3/24	325 000	U.S. Treasury bills due 8/12/82 .....	306 385 18	308 643 02

##### Repurchase Agreements:

3/5	\$2 000 000	Government National Mortgage Association Pool No. 53773, 15 percent notes due 2/15/12 and		
1 996 839 72		Government National Mortgage Association Pool No. 46763, 11½ percent notes due 8/15/11 for three days at 14½ percent and for one day at 13½ percent with Lehman Brothers .....	14.28%	\$3 500 000 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
3/11	\$4 900 000	U.S. Treasury 8 percent notes due 8/15/86 for four days with First National Bank of Chicago.....	13.50%	\$4 000 000 00
3/15	5 525 000	U.S. Treasury 8 percent notes due 8/15/86 for two days with First National Bank of Chicago .....	13.75	4 500 000 00
3/17	3 000 000	U.S. Treasury 13% percent notes due 2/28/83 for five days with First National Bank of Chicago ..	13.63	3 000 000 00
3/23	1 590 000	U.S. Treasury 12% percent notes due 1/15/88 for one day with Citibank .....	13.00	1 500 000 00
3/23	800 000	U.S. Treasury 14% percent notes due 6/30/83 for two days with Citibank .....	13.00	800 000 00
3/23	895 000	U.S. Treasury 14% percent notes due 6/30/83 for three days with Citibank .....	13.00	900 000 00
3/23	4 670 000	U.S. Treasury 8% percent notes due 11/15/88 for six days with Citibank .....	13.00	3 700 000 00
3/29	3 775 000	U.S. Treasury 13% percent notes due 8/15/84 for eight days with Citibank .....	14.00	3 700 000 00
Purchases:				
1/7	\$ 10 000	Abbott Laboratories demand notes	12.76%	\$ 10 000 00
2/3	20 000	Seaway National Bank 12.70 percent certificate of deposit due 6/30/84 .....	12.70	20 000 00
3/2	575 000	U.S. Treasury bills due 8/12/82..	13.42	542 066 08
3/8	12 000	Ford Motor Credit "A" demand notes .....	13.90	12 000 00
3/10	5 000	Abbott Laboratories demand notes	13.33	5 000 00
3/12	2 000 000	U.S. Treasury bills due 5/20/82..	12.70	1 952 466 67
3/12	100 000	U.S. Treasury bills due 9/9/82..	13.58	93 609 70
3/16	50 000	U.S. Treasury bills due 11/4/82..	13.87	45 880 43
3/16	50 000	U.S. Treasury bills due 12/2/82..	13.99	45 396 25
3/16	50 000	U.S. Treasury bills due 1/27/83..	14.19	44 448 10
3/17	3 000 000	First National Bank of Chicago 13.90 percent certificate of deposit due 4/1/82 .....	13.90	3 000 000 00
3/17	14 000	General Motors Acceptance demand notes .....	14.33	14 000 00
3/17	550 000	U.S. Treasury bills due 12/2/82..	13.74	500 347 22
3/18	500 000	U.S. Treasury bills due 5/20/82..	12.48	489 150 00
3/24	400 000	U.S. Treasury bills due 4/22/82..	12.22	396 235 00
3/25	1 650 000	First National Bank of Chicago 14.10 percent certificate of deposit due 9/8/82 .....	14.10	1 650 000 00
3/25	55 000	U.S. Treasury bills due 9/16/82..	12.93	51 747 08
3/29	1 000 000	First National Bank of Chicago 14.10 percent certificate of deposit due 4/12/82 .....	14.10	1 000 000 00
3/31	1 000 000	First National Bank of Chicago 14% percent certificate of deposit due 6/21/82 .....	14.25	1 000 000 00

On motion of Mr. Howard, this report was approved as presented, the motion incorporating the actions of the Finance Committee at a meeting held on April 14 in which modifications were made in the buy-sell list and in which other recommendations having to do with diversification were also approved. (These actions are recorded in the minutes of the Finance Committee of April 14, 1982.)

### **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 Stone called attention to the schedule of regular meetings for the next three months: May 20, Urbana-Champaign; June 17, Chicago Circle; July 29, Medical Center.

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 administrative officers of the University Hospital and of campus services at the Medical Center.