

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

May 20, 1982



The May meeting of the Board of Trustees of the University of Illinois was held in the General Lounge, Illini Union, Urbana, Illinois, on Thursday, May 20, 1982, beginning at 8:30 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: 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.

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. Forsyth and 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.)

Litigation Initiated by Equal Employment Opportunity Commission

(1) A complaint has been filed in the United States District Court, Central Division of Illinois, Danville Division (Case #82-2113), by the Equal Employment Opportunity Commission against the Board of Trustees of the University of Illinois alleging that the University has violated the Equal Pay for Equal Work provisions of the Fair Labor Standards Act of 1938, as amended. The complaint alleges that the University has discriminated between employees on the basis of sex by paying wages to female faculty employees of the College of Veterinary Medicine at the Urbana-Champaign campus at rates less than the rates which the University pays to male faculty members for equal work on jobs, the performance of which requires equal skills, effort, and responsibility, and which are performed under similar conditions. Three female employees are identified as receiving such lesser rates of pay.

The complaint seeks a permanent injunction enjoining the University from discriminating on the basis of sex in the payment of wages for equal work on jobs which require equal skill, effort, and responsibility. In addition, the complaint seeks a judgment requiring the University to pay appropriate back wages and an equal amount in liquidated damages to the three female faculty members identified in the complaint.

Pursuant to previous delegations by the Board of Trustees the university counsel has been given interim authorization to take such steps as are necessary or appropriate, including the employment of special counsel, to protect the interests of the University in this matter. The university counsel recommends that such authorization be ratified, approved, and confirmed in all respects.

I concur.

On motion of Mr. Neal, 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.)

Other Reports

Mr. Costello, the university counsel, reported briefly on the status of litigation and negotiations concerning the recovery of funds lost due to the actions of Mr. Robert Parker; President Ikenberry reported on the status

of two major personnel searches, that for the position of chancellor of the University of Illinois at Chicago; and that for vice president for academic affairs. Chancellor Begando reported, as well, that the search for a chief of staff at the University of Illinois Hospital was nearing closure and that the search for dean of the College of Medicine would begin within the next few days.

At this point, the Board of Trustees recessed to convene the meeting of the Buildings and Grounds Committee.

The Board of Trustees reconvened as a meeting of the Committee of the Whole at which time the board received presentations from Vice President Yankwich and others with regard to "Problems and Planning in Science and Engineering Education," and from Executive Vice President Brady, providing background information on the Fiscal Year (FY) 1984 budget. The Board of Trustees meeting reconvened at 10:50 a.m.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President Ikenberry recognized and introduced observers from the University Senates Conference and the Urbana-Champaign Senate Council.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

The president presented the following written report:

I begin my monthly report to the Board of Trustees with the topic that has been at the head of our agenda for some months, namely, the prospects for FY 1983 budget. As I reflect on the developments of the last month, three impressions come to mind:

First, there is growing evidence, in my judgment, of increased understanding and sympathy for the fiscal problems faced by the University of Illinois.

Second, the need for some improvement in salaries has become the focus, as evidenced by the actions of the Senate Appropriations Committee.

Third, the same ambiguity and uncertainty we have sensed for some months continues unabated. There are more, not fewer, unanswered questions.

- Can funds for faculty and staff salary improvements be secured?
- If such adjustments were made in January, how would the "annualization" problem in FY 1984 be handled? Would it jeopardize salary increases in that year?
- How can fiscal stability be restored to the pension systems, including the State Universities Retirement System?
- What is happening to the national economy and what is happening to the economy in the state of Illinois?
- When can we expect to see signs of economic recovery and at what rate?

¹ University Senates Conference: Arthur R. Robinson, professor of civil engineering, Urbana-Champaign; Urbana-Champaign Senate Council: Bruce L. Larson, professor of biological chemistry in dairy science. There were no representatives from the Chicago Circle and Medical Center Senates.

- When will steps be taken by the General Assembly and the governor to enhance the revenue base for Illinois state government to the level necessary to meet the minimum obligations in a responsible manner?
- And, what are the implications of each of these imponderables for the University of Illinois for the next academic year and for the longer term?

In the face of this ambiguity, we continue to report to the people of Illinois the problems the University confronts as it works to maintain quality and stability in our academic programs. Since the last meeting of the board, I have met with the Senate Appropriations Committee on three occasions; with the Illinois Association of School Administrators; with labor leaders from Illinois; and with leaders of the General Assembly.

The Illinois Advocates are now functioning and our alumni are in communication with members of the General Assembly. Through appearances on public television's Illinois Press and the public affairs program of Chicago radio, WCFL, and other steps, we have worked to move education higher on the public policy agenda.

The most encouraging impression to date is the high regard in which the University of Illinois is held and the deep affection we enjoy throughout the state of Illinois. The University's story has received a sympathetic hearing. I have yet to be told that the way to solve our problem is to make more cuts; or to give up on the drive to restore fiscal stability to the State Universities Retirement System. There is agreement that the University of Illinois and the rest of higher education in this state need stronger support. The frustration comes in finding the dollars. Illinois has in the past and can in the future afford to support responsibly a first rate university. It is with such a conviction that we must move forward.

And we are moving forward with the campaign to strengthen private support for the University. On May 7 and 8, members of the Presidents Council and the University of Illinois Foundation convened for the annual spring meeting in Chicago. Several records were set:

- Attendance reached an all-time high. Some 360 persons attended the banquet.
- Membership in the Presidents Council exceeded 1,000 members for the first time in the history of the University.

Individual gift commitments totaling \$6 million were made by Clayton T. Miers and his sister, Daisy, of Decatur, Illinois. This will provide funds for a Clayton T. Miers distinguished faculty position; seminars in Chicago, Decatur, and other Illinois communities; scholarships; and a host of related research and support services on behalf of the School of Architecture at the Urbana-Champaign campus.

In addition, a giving program of approximately \$4 million is being formulated by Lester A. Euell, of Daytona Beach, Florida, to support the Department of Finance in the College of Commerce and Business Administration at the Urbana-Champaign campus. This will lead to establishment in the college of an Office of Technical Analysis and support for a distinguished faculty position, as well as other related activities, in the areas of investment theory and technical analysis.

With these two major gifts and many others, the \$100 million Campaign for Illinois has now achieved pledges and receipts of some \$75 million. Put another way, in some two-and-a-half years from the kick-off of the campaign, we have receipts and pledges within striking distance of our initial goal in 1984. What seemed three years ago to be exceedingly ambitious, if not impossible, now seems possible.

The significance of the Campaign for Illinois, however, goes beyond the additional \$100 million in private support. It will raise the level of sophistication and ambition in the years ahead to develop private support from alumni, friends, corporations, and foundations. This is crucial to the quality of the University, to

our research programs, to the attraction and retention of key faculty members, to meeting the needs of students, and to give us the extra margin of quality and degree of flexibility indispensable for a university of our character.

To those who are giving leadership to the Campaign for Illinois, we owe a debt of gratitude.

As a final observation, I note the significance of item 16 contained in the agenda to be considered today by the Board of Trustees. I refer to the recommended revision in the policy dealing with patents on inventions. As our society continues to evolve and become more sophisticated in the application of science and technology, the role of the University also is more significant. This has caused universities to reassess the relationship between the academic research enterprise and industry. Applications of research to improve health, enhance food and energy supplies, improve the quality of the environment, increase industrial productivity, and improve the efficiency of industrial processes and products are growing. It is the interaction between the University and industry in this development chain that is the specific focus of the revision in the patent policy. It is also a part of a much larger question of the appropriate relationship between the academic and industrial sectors.

There are obvious motivations in the academic sector to seek industry support for research. In universities such as Illinois, there is a genuine historic interest in the transfer of scientific discoveries from the laboratory to application in society. Our record in the field of agriculture may be the best known, but our commitment ranges across the entire spectrum of disciplines and professions in the University.

In addition, there is also a desire on the part of faculty members to interact with industry and gain greater knowledge that can be fed back into the classroom and laboratory.

Beyond these traditional motivations, faculty members recognize more than ever before the need for broadening the base of support for research and to reduce the heavy dependence on federal support.

From the standpoint of industry, there is a strong motivation to be as close as possible to the cutting edge of technology, to have access to new ideas, and to be near the leading people in the field. This, they believe, will lead ultimately to a competitive advantage in the application of science and technology.

This interaction between universities and industry has grown rapidly in recent years. It is opening up new opportunities for cooperation, and it is also raising potential problems. We must, for example, avoid distortion of the basic mission of the University. Recently, academic leaders and leaders from the industrial sector have joined together to probe these questions. We must, for example, assure that joint research agreements and other cooperative endeavors do not promote a secrecy that would be harmful to the progress of science and undermine the most fundamental tenets of academic freedom. We must not impair the educational experience of students. The credibility of universities as institutions working in the public interest must not be compromised. It is crucial that universities and industry join together to insure that these and other basic academic values are faithfully represented in research agreements.

The revision in the patent policy before you today represents, in my judgment, an important and long overdue step to give more flexibility to the negotiation of research agreements, while at the same time allowing no compromise to fundamental academic principles.

The revision of the patent policy is a beginning and not the conclusion of our consideration of these broader issues. Further revisions in the patent policy may be needed as we gain experience in its application. Moreover, refinement in the application and administration of the policy must take place. In a broader context, these changes are not unrelated to the recommendations contained in the Report of the Governor's Task Force on High Technology. It recommended that

Illinois develop a network of high technology facilities to be associated with universities and other centers of technical excellence, and that these centers help nurture the development of embryonic high technology industry in the state as well as attract and retain mature high technology companies in Illinois. If the state of Illinois proceeds with these recommendations, it is apparent that further policy issues focused on university/industry interaction will need to be addressed within the academic community and ultimately by the Board of Trustees.

A group of University of Illinois faculty and administrative leaders under the chairmanship of Dr. Brady and Dr. Yankwich has been functioning for some months looking at the implication of these issues for the University. With the appointment of Dr. Ed Cohen as director of the Office of Research Development at the University of Illinois at Chicago, systematic planning toward the immediate and long-range potential in Chicago has been going forward. Consideration is being given to how a high technology research park, for example, might be developed in Chicago. As planning is refined we intend to share with you the outlines of the possibilities.

I note these broader implications because the revision of the patent policy before you today is indicative of the need for the University community to continue to explore the broader issues of industry/university interaction.

REPORT, URBANA-CHAMPAIGN SENATE COUNCIL

Professor Kenneth Andersen, chairman of the Urbana-Champaign Senate Council, reported on issues concerning the senate during the past academic year, including efforts toward strengthening and better organizing the senate committee structure, interaction between the Senate Council and the campus and general University administrative officers, and attention to a number of issues such as the following: the impact of federal regulations and the problems associated with limited state appropriations and their impact on the fiscal stability of the State Universities Retirement System. Professor Andersen commented upon various resolutions passed by the senate concerning the nature of funding for salary increases by state government, study of an incentive program to encourage early retirement, and, finally, special attention to the development of consultative processes with particular attention to the development of campus and University priorities. He expressed the general view that faculty morale was surprisingly good but fragile and that the faculty were aware that present financial difficulties place the University's standards of quality at risk.

OLD AND NEW BUSINESS

Report, State Universities Retirement System

Mr. Howard, who has been reelected as president of the State Universities Retirement System (SURS) Board, reported briefly on current activities of the SURS Board; that the new investment structure established by the board has produced some significant results in the brief time in which it has been in place. Mr. Howard expressed general unease at current legislative proposals that might lead to the use of retirement funds in

support of salary increases. He expressed the view the state should understand that regular operating funds for higher education and funds for the State Universities Retirement System are separate in nature, and should be kept separate.

NONVOTING STUDENT TRUSTEES FOR 1982-83

The secretary presented a report on the selection of these trustees summarized as follows:

Chicago Circle Campus

The election was held on May 5 and 6, 1982, with Herbert Cobb, a senior in the College of Liberal Arts and Sciences, receiving the largest vote tally of the four candidates on the ballot. The total number of votes cast was 1,727.

Medical Center Campus

The Executive Student Council has selected Leonard C. Bandala, a second year student in the College of Medicine, to continue to serve as the student trustee from the Medical Center campus.

Urbana-Champaign Campus

The election was held on April 7 and 8, 1982, with S. Kelly Forsyth, a third year student in the College of Liberal Arts and Sciences, receiving the largest vote tally of the three candidates. The total number of votes cast was 5,555.

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. 2 through 19 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

(2) The Committee on Accountancy recommends that the certificate of certified public accountant be awarded, under Section 5 of the Illinois Accountancy Act of 1943, as amended, to five 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 these recommendations.

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

**Proposed Revision of Bylaws, Athletic Board of Control
(Article XI, Awards Committee)**

(3) Activities of the Athletic Council have been reviewed several times in the past two years during the deliberation related to the development of a new governance structure for intercollegiate athletics at the Urbana-Champaign campus. With the establishment of the Athletic Board of Control, it is recommended that the council be replaced with a committee of the board which will be designated the Awards Committee.

This can be accomplished with a revision of Article XI of the current bylaws of the board which will change the status of the Athletic Council from a semi-autonomous "council" with broad powers to a committee directly responsible to the board. Close coordination with the board is assured through a membership appointed by the chairman of the board and composed primarily of members of the board. Members of the council were appointed in the past by the chancellor. Impetus for this proposed amendment is the same as that which led to the establishment of the new Athletic Board of Control: closer coordination of all activities related to intercollegiate athletics at the Urbana-Champaign campus and a more clearly defined faculty role in the control of such activities.

The Athletic Board of Control proposes that this amendment become effective at its summer meeting on July 24, 1982, at which time the first Awards Committee will be appointed.

The chancellor at Urbana-Champaign concurs.

I recommend approval.

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

Head, Department of Germanic Languages and Literatures, Urbana

(4) The dean of the College of Liberal Arts and Sciences has recommended to the chancellor at Urbana-Champaign the appointment of Dr. Herbert Knust, presently professor of German and of comparative literature, as head of the Department of Germanic Languages and Literatures beginning August 21, 1982, on an academic year service basis at an annual salary of \$40,830.

Dr. Knust will continue to hold the rank of professor on indefinite tenure. He will succeed Professor Elmer Antonsen who asked to be relieved of this administrative assignment.

The nomination is made with the advice of a search committee¹ and after consultation with faculty members of the department. The director of the School of Humanities and the executive committees of the School of Humanities and the College of Liberal Arts and Sciences endorse this recommendation. The chancellor at Urbana-Champaign and the vice president for academic affairs concur.

I recommend approval.

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

Chairperson, Department of Political Science, Chicago Circle

(5) The chancellor at Chicago Circle has recommended the appointment of Dr. John A. Wanat, presently associate professor of political science and director of the Public Agency Administration Program, as chairperson of the Department of Political Science beginning September 1, 1982, on an academic year service basis at an annual salary of \$36,113.

Professor Wanat will continue to hold the rank of associate professor on

¹ Henry R. Kahane, professor *emeritus* of linguistics and Spanish, and in the Center for Advanced Study, *chairman*; Marianne Burkhard, associate professor of Germanic languages and literatures; Ruth E. Lorbe, professor of German; Phillip M. Mitchell, professor of German.

indefinite tenure. He succeeds Professor Frank Tachau who has served as chairperson since 1977 and who will return to full-time teaching.

The nomination is made after consultation with the departmental executive committee. The vice president for academic affairs concurs in this recommendation. I recommend approval.

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

Chairperson, Department of Medicine and Medical Specialties, Rockford School of Medicine, Medical Center

(6) The chancellor at the Medical Center has recommended the appointment of Dr. Joseph G. Pittman, presently associate professor of medicine on indefinite tenure, as chairperson of the Department of Medicine and Medical Specialties and associate professor of medicine, Rockford School of Medicine, beginning July 1, 1982, on twenty-seven percent time at an annual salary of \$16,292.

Dr. Pittman will succeed Dr. John Koepsell who has resigned the post, effective June 30, 1982.

The nomination is supported by the faculty of the department. The vice president for academic affairs concurs.

I recommend approval.

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

Appointments to the Faculty

(7) 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. WANDA M. HASCHER-HOCK, associate professor of veterinary pathobiology, beginning May 1, 1982 (AY), at an annual salary of \$44,000.
2. WALTER L. HURLEY, assistant professor of dairy science, beginning June 1, 1982 (NY), at an annual salary of \$26,500.
3. JOHN J. LAWLER, assistant professor of labor and industrial relations, July 21-August 20, 1982 (N), at a salary of \$3,333.33, and beginning August 21, 1982 (1), at an annual salary of \$30,000.
4. JOHN E. LOPATKA, assistant professor of law, beginning August 21, 1982 (1), at an annual salary of \$40,000.
5. STANLEY WASSERMAN, associate professor of psychology on 75 percent time and

of mathematics on 25 percent time, beginning August 21, 1982 (A), at an annual salary of \$25,700.

6. HENRY T. WILKINSON, assistant professor of plant pathology, beginning April 21, 1982 (WY), at an annual salary of \$26,000.

Medical Center

7. JON E. DENNIS, assistant professor of pediatrics, Rockford School of Medicine, beginning July 1, 1982 (1Y), at an annual salary of \$43,000.
8. STANLEY L. WIENER, professor of medicine on 80 percent time and physician-surgeon on 20 percent time, beginning April 1, 1982 (AY80;NY20), at an annual salary of \$77,500.

Chicago Circle

9. KARIN V. DONAHUE, assistant reference librarian with rank of assistant professor in the Library, beginning April 5, 1982 (NY), at an annual salary of \$18,200.

Administrative Staff

10. JOHN M. BOYCHUCK, acting assistant director of patient accounts, accounting, and systems, University of Illinois Hospital, Medical Center, beginning April 1, 1982 (NY), at an annual salary of \$30,000.
11. DAVID H. HILLENMEYER, assistant director of patient accounts/inpatient manager, University of Illinois Hospital, Medical Center, beginning April 1, 1982 (NY), at an annual salary of \$30,000.
12. MICHAEL W. MILLER, acting dean of the College of Associated Health Professions and adjunct assistant professor of medical laboratory sciences, Medical Center, beginning May 1, 1982 (NY), at an annual salary of \$46,150.
13. STEPHEN S. PROKOPOFF, director of Krannert Art Museum and professor of art and design, Urbana, beginning August 21, 1982 (NY;N), at an annual salary of \$40,000.

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

Appointments to the Center for Advanced Study, Urbana

(8) On recommendation of the director of the Center for Advanced Study, and with the concurrence of the dean of the Graduate College, the chancellor at Urbana-Champaign has recommended the following appointments of fellows in the Center for Advanced Study for one semester of the academic year 1982-83 and for the program of research or study as indicated in each case.

Fellows

- O. VERNON BURTON, assistant professor of history, to complete a monograph on reconstruction race relations in nineteenth-century Edgefield County, South Carolina.
- T. DAVID HO, assistant professor of botany, to conduct a recombinant RNA research on crop plants.
- HENRY P. MAGUIRE, assistant professor of art, to complete a book-length study of the relationships between early Byzantine art and literature.
- EDWARD J. ROY, assistant professor of psychology, to study the mechanisms by which steroid hormones influence animal behavior.

Beckman Fellows

- KELSEY D. COOK, assistant professor of chemistry, to pursue the development of electrohydrodynamic mass spectrometry and its applications to solution chemistry.

HARTMUT ZABEL, assistant professor of physics, to conduct research on high resolution X-ray and neutron scattering of intercalant structures and dynamics in graphite.

The vice president for academic affairs concurs.

I recommend approval.

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

Amoco Foundation Awards for Undergraduate Instruction, Chicago Circle and Medical Center

(9) The Amoco Foundation has again provided funds to reward excellence in undergraduate teaching. An award of \$1,000 is made for each instructional project.

Chicago Circle

The Chicago Circle campus proposes to utilize the funds for two Junior Faculty Incentive Awards.

At the beginning of the present academic year, a committee was appointed to coordinate the selection of those teaching faculty to be rewarded the Silver Circle Award for Excellence in Teaching. Using the award procedure, the following two individuals were selected for the Amoco-funded awards:

JACK L. DAVIS, assistant professor of the classics

TIMOTHY E. SHANAHAN, assistant professor of education

Medical Center

An award is being recommended for the Medical Center campus from the College of Nursing. The selection was made by an *ad hoc* committee chaired by a member of the administrative staff of the College of Nursing, with other members drawn from outside the college. (Awards are made in rotation among the Colleges of Nursing, Associated Health Professions, and Pharmacy.) It is recommended that the award be made to:

SUSAN DUDAS, assistant professor of medical-surgical nursing

The chancellors at Chicago Circle and the Medical Center, and the vice president for academic affairs recommend approval of these awards.

I concur.

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

Sabbatical Leaves of Absence, 1982-83

(10) On motion of Mr. Forsyth, twelve sabbatical leaves of absence recommended by the chancellors were granted. These leaves will be included in an annual compilation of 1982-83 sabbatical leaves of absence to be made a part of the board *Proceedings*.

Reorganization of the College of Pharmacy, Medical Center

(11) The Medical Center Senate has recommended a reorganization of the departments of the College of Pharmacy. The Board of Trustees first authorized the establishment of departments within the college on June 19, 1958. The departments then authorized were four: chemistry (now medicinal chemistry), pharmaceutical administration (now pharmacy practice), pharmacognosy and pharmacology, and pharmacy.

In recent years, pharmacy has evolved into a more complex scientific discipline with increasing emphasis on biological, physical, and engineering sciences. Phar-

macy practice has grown from prescription compounding to include the study of drug therapy and drug utilization. Pharmacists are assuming an increasing role as experts in the rational choice and use of drugs, educating patients, and advising other members of the health care team.

In association with a recent accreditation visit, the faculty of the college completed a self-study program. Both the self-study and the accreditation report indicated a need to review the college organization. Subsequently, a Task Force on Departmental Organization recommended a five-department organizational structure which would more accurately reflect pharmacy science and practice as it exists (the review and recommendation are filed with the secretary of the board).

The five departments recommended are: 1) medicinal chemistry and pharmacognosy, 2) pharmacodynamics, 3) pharmaceuticals, 4) pharmacy practice, and 5) pharmacy administration.

The chancellor at the Medical Center and the vice president for academic affairs concur in this recommendation. The University Senates Conference has indicated that no further senate jurisdiction is involved.

I recommend approval, subject to further action by the Illinois Board of Higher Education.

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

Change in Name of Degree Awarded to Past Recipients of the Doctor of Social Work, Chicago Circle

(12) On March 19, 1981, the Board of Trustees approved a change in the title of the Doctor of Social Work degree which previously had been awarded at the Chicago Circle campus. The new degree title, Doctor of Philosophy, was adopted without any change in the curriculum.

The Chicago Circle Senate now has approved a request from the Graduate College to give past recipients of the Doctor of Social Work degree the opportunity to have the title of their degrees changed to Doctor of Philosophy. An identical proposal is now pending before the Urbana-Champaign Senate.

Precedent for this action is to be found in similar opportunities which were offered to LLB degree recipients of the College of Law at the Urbana-Champaign campus when that degree title was redesignated as Juris Doctor, and to Master of Administrative Science degree recipients of the Department of Business Administration at the Chicago Circle campus when that degree title was redesignated as Master of Business Administration.

The chancellor at Chicago Circle has recommended approval.

I concur and further recommend that the board authorize the president of the University to approve the same action with respect to the Urbana-Champaign campus upon approval by the Urbana-Champaign Senate and the University Senates Conference.

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

President's Report on Actions of the Senates

Change in Name, Center for the Study of Patient Care and Community Health, Medical Center

(13) The Medical Center Senate, with the concurrence of the University Senates Conference, has approved a change in the name of the Center for the Study of Patient Care and Community Health to the Center for Health Services Research. This action was taken to simplify the title of this unit and to convey more accurately its basic function.

Revision of the Curriculum in Bioengineering, Chicago Circle

The Chicago Circle Senate approved a revision of the curriculum in bioengineering which restructures the existing curriculum. The revision redefines tracks within the program in accordance with current practices around the country, raises the number of hours required in the core sequence by 5 hours, and leaves the total number of hours for the major unchanged.

The current trend in bioengineering is toward a strong engineering background and adequate knowledge of physiology. Thus, courses previously considered as technical electives are now considered to be essential to the student's professional education. The revision strengthens the technical base for the students while allowing them some flexibility in choosing electives to complement the area of concentration.

This report was received for record.

Renaming of the Vivarium Building, Urbana

(14) The director of the School of Life Sciences at the Urbana-Champaign campus has recommended that the Vivarium Building be renamed the Victor E. Shelford Vivarium in honor of Professor Victor E. Shelford, who retired in 1946 after thirty-two years of service with the University and died in 1968. More than anyone else, Dr. Shelford was responsible for developing the field of ecology in North America and is best known for the work he did in community ecology. He is one of the founders of the Ecological Society and was its first president in 1916.

The Vivarium is the building which Dr. Shelford helped design and with which he was intimately associated for over fifty years.

The chancellor at the Urbana-Champaign campus concurs in the recommendation.

I recommend approval.

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

Establishment of Separate Fee for Student Government, Urbana

(15) On May 15, 1980, the Board of Trustees approved an increase of one dollar in the student service fee at the Urbana-Champaign campus, to be collected in the fall semester only, effective 1980, and to provide funds on a trial basis for the support of student government. On May 21, 1981, the board approved the continuation of this arrangement on a permanent basis with a student referendum every four years to reaffirm student support. The chancellor at Urbana-Champaign now recommends that beginning fall 1982 this fee be separated from the student service fee and be established as a distinct mandatory fee.

The fee was originally included as part of the student service fee to simplify assessment and collection procedures. The stated intent of the original proposal was that each student at the Urbana-Champaign campus be assessed a fee of 50 cents each semester for student government, to be collected as \$1.00 each fall to fit better into the fee assessment system. The campus budget has provided an allocation to offset revenue lost due to service fee waivers granted to students under board policy. Some of this allocation was directed toward student government in order to preserve its funding at a level approximately equivalent to \$1.00 for each student enrolled. Now the campus allocation is being eliminated effective with FY 1983, which will result in a shortage of several thousand dollars in the funding for student government activities.

It is proposed that a distinct, mandatory student government fee of \$1.00 continue to be assessed each student registering, except that only students registering for off-campus and study abroad programs or *in absentia* be eligible for a waiver.

All other conditions of the fee as approved by the board will remain unchanged.

The chancellor at Urbana-Champaign has recommended approval of the changes as described effective with the 1982 fall semester. The executive vice president concurs.

I recommend approval.

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

Revision of The General Rules Concerning University Organization and Procedure (Article II, Sec. 7(e), Patents on Inventions)

(16) The University Patent Committee has recommended certain changes in Article II, Section 7, of the General Rules (see below) to provide more flexibility in negotiating research agreements with sponsors which include terms relating to patentable inventions and discoveries. The changes are designed to allow more timely agreement with research sponsors as well as to allow those sponsors preferential treatment on inventions and discoveries that might result from projects they have supported.

Under the University *Statutes*, changes in the *General Rules* related to patents must be sent to the University Senates Conference, which must advise the president and, through him, the Board of Trustees, before adoption of such a change. These steps have now been accomplished.

The executive vice president concurs in this recommendation.

I recommend approval.

The General Rules Concerning University Organization and Procedure¹

Article II, Sec. 7(e)

- (e) Contracts or grants from outside sponsors which carry the provision that the sponsoring agency may determine the disposition of patentable discoveries developed thereunder may be accepted by the University, when required by federal statute or regulation or the established policies of the sponsoring agency, and when that agency is governmental or non-profit in character primarily devoted to the public good, and when the action of the University in waiving its rights to such discoveries is determined to be clearly in the public interest by the University Patent Committee.

[Generally, if patentable discoveries result from research sponsored by an agency outside the University, the sponsor shall have the following options:

- (1) In the event the University or its transferee determines that an exclusive licensing arrangement may be appropriate, the sponsor shall have the option for a period of ninety (90) days from and after (a) a date specified by the University or its transferee, or (b) the date of the filing of a patent application if no earlier date is so specified, to negotiate in good faith with the University or its transferee for an exclusive license of the invention; and
- (2) In the event the University or its transferee grants a nonexclusive license at any time, it shall so notify the sponsor, and for a period of ninety (90) days thereafter the sponsor shall have the option to obtain a non-exclusive license on terms not less favorable than those granted any other nonexclusive licensee prior to the exercise of said option.

Recommendations for exceptions shall be made by the University Patent Committee, which shall advise the president. After Board of Trustees' approval, the proposed contract shall be placed in the normal sequence of research contract formulation.]

¹ New material is in italics; deleted material is in brackets.

The University and an outside sponsor may agree in advance that if inventions or discoveries result from the research, one of the following options may obtain:

- (1) The invention or discovery will be placed in the public domain; or*
- (2) The University will negotiate in good faith for an exclusive license to the sponsor within a stated period of time after the filing of a patent application or, in the event an exclusive license is not granted to the sponsor or another, the sponsor will be given a right to obtain a nonexclusive license on terms not less favorable than those granted any other nonexclusive licensee; or*
- (3) An exclusive or nonexclusive license will be granted to the sponsor which stipulates a consideration therefor and includes a right by the University to terminate the license within a stated reasonable period of time if aggressive development of the invention is not demonstrated.*

Provision may also be made for licensing of third parties with stipulated royalty sharing on inventions made and owned jointly by the University and the sponsor.

Implementation of these rules shall be based on procedures developed by the University Patent Committee and approved by the president.

Recommendations for exceptions shall be made by the Patent Committee to the president for approval by the Board of Trustees.

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

Distribution of Income Received from Reproduction of Jane Addams Papers, Chicago Circle

(17) Microfilm Corporation of America, a wholly owned subsidiary of the New York Times Company, proposes to manufacture, publish, sell, and distribute a microform edition and microform anthologies of the Jane Addams Papers Collection in the Chicago Circle Library. Royalties of 15 percent will be paid to the University.

The University Committee on Copyrightable Works has reviewed this proposal and has recommended that 25 percent of the net royalties received by the University be distributed to the developer of the work, Mary Lynn McCree, curator of Jane Addams Hull House and manuscripts librarian in the Chicago Circle Library. I recommend approval.

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

Contract, Marketing of Educational Materials, Center for Educational Development, Medical Center

(18) From 1975 until 1981, the University, on behalf of the Center for Educational Development at the Medical Center campus, contracted with outside firms to market educational materials developed by the faculty of the center. The royalty distribution agreement was approved by the University Committee on Copyrightable Works in accord with the policies of the Board of Trustees.

In recent years, despite an increase in materials to market, the income from these contracts has been decreasing. To correct the trend, the center issued a request for proposals, to which six marketing firms responded. A review of the proposals revealed that only one, Robert B. Morden, Inc. of Chicago was experienced in both the health care and education fields. Further, its proposal contained plans to expand significantly the marketing activity. The distribution agreement provides that the firm's expenses are taken from its share of gross sales; thus, no University funds are required to meet the contract's terms. If the marketing plan

is successful, income to the University for the first twelve-month period will exceed \$10,000.

The University will receive 50 percent of the net proceeds of the sales, leases, or other transactions involving the educational materials. The University Committee on Copyrightable Works has recommended the same distribution previously approved (distribution of income received from the contract, after recovery of direct costs, will be 50 percent to the University and 50 percent to the developers).

The chancellor at the Medical Center concurs in these recommendations.

I recommend approval.

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

Application for Federal Assistance for 1982 Airport Development Aid Program

(19) The Illinois Department of Transportation, Division of Aeronautics, and the Federal Aviation Administration have indicated that the following project is to be considered for funding in the current fiscal year:

Airport Entrance Road: Resurface and widen 4,300 lineal feet (two 12-foot lanes), grading, seeding, marking, drainage, lighting, and access road to the Administration Building (estimate: \$316,000)

The Division of Aeronautics has requested that the University prepare an application for federal assistance for approximately 90 percent of the program. The balance of the cost, which includes the University's and state's share, will be borne by the Division of Aeronautics.

The president of the University, with the concurrence of the appropriate administrative officers, recommends that the University submit an application for a federal grant for the above project for the Airport Development Aid Program, FY 1982. It is further recommended that the comptroller and the secretary of the board be authorized to execute the necessary documents.

The preparation of the application will require the assistance of an engineering consultant. The division has asked that the University identify a firm acceptable to it, in order that the firm may be employed by the Division of Aeronautics with funds appropriated for FY 1982. The University is currently following the procedures set forth in the Illinois Department of Transportation manual, "Consultant Engineer Selection Procedures." A recommendation on the firm identified will be submitted to the board in due course.

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

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 20 through 29 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Supplemental Agreement for Educational Services with Evanston Hospital, Medical Center

(20) On January 14, 1982, the Board of Trustees approved an agreement with Evanston Hospital whereby University of Illinois College of Nursing students will be assigned to Evanston Hospital for their clinical training. The agreement contemplated annual "supplements" which would specify the amount of money the University would pay Evanston Hospital for use of its Learning Resources Center by University faculty and students.

The chancellor at the Medical Center has now recommended that Evanston Hospital be paid the sum of \$41,391 for the period from September 1, 1982, to June 30, 1983.

Funds have been included in the appropriation bill of the General Assembly to meet the ordinary and contingent expenses of the University for FY 1983 and will be included in the Medical Center operating budget authorization request for FY 1983 to be submitted to the Board of Trustees. The approval of the above supplemental agreement is subject to the availability of such funds.

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

I recommend approval.

On motion of Dr. Donoghue, 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 for Addition of Scoreboards, Message Boards, and Marquee, Pavilion, Chicago Circle

(21) On February 18, 1982, the concept of scoreboards and related items for the Pavilion at the Chicago Circle campus was discussed with the Buildings and Grounds Committee of the Board of Trustees. In the light of that discussion, an architect was employed to assist in the development of specifications, and bids were solicited for various options for these facilities. (The result of the bidding was reported to the Buildings and Grounds Committee on May 20, 1982.)

The president of the University, with the concurrence of the appropriate administrative officers, now recommends the award of a contract for \$132,482 to Nissen Corporation, Cedar Rapids, Iowa, for a scoreboard, indoor message center system, and outdoor message/animation marquee for the Pavilion. The award, on the basis of the low base bid for Option D,¹ is for \$110,482 plus voluntary options to the scoreboards for electronic captions (\$12,000) and team names (\$10,000) for an overall total of \$132,482.

The president further recommends that the board approve an additional \$14,000 for the services of the architect and \$7,500 for the estimated cost of the additional work to be provided by the Physical Plant Department to extend the electrical conduit, and for miscellaneous site work.

Funds for this additional project for the Pavilion are available from the interest earnings of the University of Illinois Auxiliary Facilities System Revenue Bonds, Series N Construction Fund.

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

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

¹ Option D is the total cost of scoreboard and message center systems, and outdoor message/animation marquee.

Extension of Contracts for Janitorial Services, Chicago Circle and Medical Center

(22) In recent years the University has contracted for janitorial work with Admiral Maintenance Service Company of Chicago for the College of Dentistry Building; and with Beverly Building Maintenance Company of Oak Lawn for the Chicago Circle Library. The initial annual amounts were \$206,148 and \$168,000 respectively.

The University has the option to extend each contract upon the same terms for the College of Dentistry Building through FY 1983 and for the Chicago Circle Library through FY 1984, subject to the concurrence of the contractors, the approval of the Board of Trustees, and the availability of funds. The University may terminate either contract for cause and, in the case of the contract with Beverly, may terminate the contract without prejudice upon ten days' notice. The contracts are also terminable by the contractors for any reason upon 120 days' notice. Payments may be adjusted, with University approval, to reflect increases in labor costs as provided in a new "area collective labor agreement" to which the contractor is a signatory. Pursuant to this provision and prior delegations by the board, the Admiral agreement was increased by \$19,800 on July 3, 1979, and by \$27,919 on May 22, 1980, and the Beverly agreement was increased by \$26,614 on May 21, 1981.

The University also has the option to add or delete work by change order should the need arise. Such adjustments will be based on unit prices (hourly wage rates) submitted by the contractor in the original bid proposal or as adjusted in accord with increases in labor costs.

Based upon the satisfactory performance of both contractors during the past year, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the contracts be extended for FY 1983, subject to the availability of funds. The total amount and the unit prices will remain subject to adjustment under the terms of the agreements outlined above.

It is further recommended that the comptroller be authorized to approve change orders under these contracts reflecting such adjustments.

Funds will be included in the Chicago Circle and Medical Center Physical Plant institutional funds budget authorization requests to be submitted to the Board of Trustees for FY 1983.

On motion of Dr. Donoghue, these recommendations were 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 for Snow Removal, Landscaping and Site Work, Fiscal Year 1983, Chicago Campuses

(23) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a unit price contract, subject to the availability of funds, to Ryan Bros., Inc., Chicago, the only bidder, for furnishing the necessary equipment (with operators) and materials for snow removal, landscape, and site work at the Chicago Circle and Medical Center campuses. Bids were solicited on unit prices for an estimated volume of equipment, with operators and materials, for the period July 1, 1982, through June 30, 1983.¹

¹ The Physical Plant Department has determined that the single bid received from Ryan Bros., Inc., is reasonable and therefore recommends award of a contract to this firm.

The University has the option to extend this contract upon the same terms and conditions for FY 1984, subject to the approval of the Board of Trustees and the availability of funds. The work will be undertaken as ordered by the Physical Plant Department and will be paid for on the basis of the actual cost of each job in accordance with the unit prices. Each job will be covered by a contract work order charged against funds allocated for the project. Based on anticipated utilization, the estimated cost is \$42,050.

Funds for the work orders under contract will be included in the Chicago Circle and Medical Center Physical Plant institutional funds budget authorization requests to be submitted to the Board of Trustees for FY 1983. The issuance of work orders under the contract is subject to the availability of such funds.

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

On motion of Dr. Donoghue, this contract was 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.)

Contract, Relamping of Lighting Fixtures, Fiscal Year 1983, Chicago Campuses

(24) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract, subject to the availability of funds, for \$199,400 to Planned Lighting, Inc., Chicago, and Imperial Lighting Maintenance Company, Chicago, a joint venture. The companies are the low bidders on the base bid (plus acceptance of Additive Alternate No. 1) for the relamping of lighting fixtures in selected buildings during FY 1983 at the Chicago Circle and Medical Center campuses.

The base bid includes group relamping and washing in various buildings and a specified number of hours for service calls for each campus for bulb, ballast, and socket replacement. Service calls will be undertaken as ordered by the Physical Plant Department by means of a contract work order charged against this project. The contract amount may be increased or reduced based on the number of service calls ordered in accordance with unit prices specified in the contract documents. All lamps, ballasts and sockets will be supplied by the University. (Additive Alternate No. 1 is for the purchase and replacement of approximately 1,500 damaged lenses at both campuses.)

Funds will be included in the Chicago Circle and Medical Center Physical Plant institutional funds budget authorization requests to be submitted to the Board of Trustees for FY 1983. The award of the contract is subject to the availability of these funds.

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

On motion of Dr. Donoghue, this contract was 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.)

Contract for Roof Restoration, Gregory Drive Food Service Building, Urbana

(25) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$87,960 to Industrial Roofing Company, Mattoon, the low base bidder, to resurface the roof of the food service building at the Gregory Drive Residence Halls complex at the Urbana-Champaign campus.

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 Dr. Donoghue, this contract was 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.)

Increase in Contract for Pennsylvania Avenue Pavement Improvements, Urbana

(26) On April 15, 1982, the Board of Trustees authorized award of a contract for \$74,245 to the Champaign Asphalt Company, Urbana, for improvements to Pennsylvania Avenue between Lincoln and Goodwin Avenues at the Urbana-Champaign campus. After the receipt of favorable bids, the Operation and Maintenance Division learned that an additional \$22,000 was available for additional construction work required on the project.

The Champaign Asphalt Company will provide additional work which will not exceed the unit prices originally bid. With the available funds, the following additional work can be accomplished: pave 170 feet of Pennsylvania Avenue west of Goodwin Avenue; install 560 feet of concrete curb; and install additional paving for the intersection of Dornier Drive and Pennsylvania Avenue, the service drive apron at Pennsylvania Avenue Residence Halls, the parking lot drive apron at the Veterinary Medicine Building, and the service drive apron at Illini Grove.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the contract with Champaign Asphalt Company be increased by \$22,000 for the additional work described.

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

On motion of Dr. Donoghue, 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.)

Lease of Space in 1001 West Van Buren Street, Chicago Circle

(27) The University has entered into an agreement to lease 11,484 square feet of space in the building at 1001 West Van Buren Street, Chicago, for the period January 1, 1982, through June 30, 1982, from the Reliable Corporation, at a monthly rental of \$2,870 (\$3.00/square ft.). This space was leased for the Pacific Asian-

American Mental Health Research Program, previously housed in several off-campus locations.

The University has the option to renew the lease for five additional single-year periods (through 1987). The rental for FY 1983 is \$3.50 per gross square foot, or \$40,194 per year.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the option be exercised, subject to the availability of funds, for the period July 1, 1982, through June 30, 1983, at an annual rental of \$40,194.

Funds will be included in the Graduate College institutional funds operating budget authorization request for FY 1983 to be submitted to the Board of Trustees.

On motion of Dr. Donoghue, 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.)

Exchange of Property with the Chicago Transit Authority (Correction of Resolution)

(28) On July 16, 1981, the Board of Trustees adopted a resolution to clarify certain matters regarding an exchange of land with the Chicago Transit Authority. While the memorandum approved by the board was accurate, the legal description included in the resolution as approved was incorrect.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the previous resolution be rescinded and the following resolution, with the correct information, be adopted.

Resolution.

Whereas, the Chicago Transit Authority, a Municipal Corporation, duly organized and existing under and by virtue of the Laws of the State of Illinois, hereinafter referred to as "CTA," has offered to convey title to hereinafter described property now owned by it and located in the city block bounded by Polk, Taylor, Paulina, and (vacated) Hermitage Streets in Chicago, Illinois, to The Board of Trustees of the University of Illinois, a Public Corporation of the State of Illinois, hereinafter referred to as "University," in exchange for conveyance by the University of title to the hereinafter described property now owned by it and located in said same city block in Chicago, Illinois, to the CTA, upon the following terms and conditions:

1. Each party will convey title or other appropriate interest as indicated free and clear of all liens and encumbrances, and subject only to such easements and covenants as the University and the CTA may require.
2. Possession shall be delivered and title shall be conveyed by Quit-Claim deed by each party to the other simultaneously on or before June 1, 1982.
3. Each party shall receive rights in said land subject to restrictions contained in and created by "An Act in Relation to the Establishment of a Medical Center District in the City of Chicago, and for the Control and Management Thereof," approved June 14, 1941 (91 Ill. Rev. Stat. Section 126 *et seq.*).
4. The CTA shall simultaneously grant unto the University, at the time of the mutual exchange of property, agreements allowing for the construction and maintenance of driveways, sidewalks, and alleys for ingress and egress as needed

by the University under and through the CTA's right-of-way and easements in said block.

Now therefore be it resolved by The Board of Trustees of the University of Illinois, a Public Corporation in the State of Illinois, that the Comptroller and Secretary of this University be, and they hereby are, authorized and directed to execute, acknowledge, and deliver, in the name of and in behalf of, this University, and under its corporate seal, Quit-Claim deeds and other documents in connection therewith as said Comptroller and Secretary may deem necessary or desirable in order to complete and effect conveyance to CTA, a Municipal Corporation, title or other interest to the following described property, viz:

Interest to be conveyed in Fee Simple Absolute:

The east 8.5 feet of Lot One (except the south 20 feet-six inches), also the north 90 feet of the north/south vacated alley lying east of and adjoining Lot One, all in Engelking's Subdivision of the west one-half of Block 7 in Assessor's Division of the east one-half of the southeast one-quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian, in Cook County, Illinois.

The west 26 feet of Lots One, Two and Three, and the north 15 feet of the west 26 feet of Lot Four of Samuel J. Walker's Subdivision of the east one-half of Block 7 in Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian, in Cook County, Illinois.

The east 30 feet of the west 56 feet of Lots One, Two and Three, and the north 15 feet of the east 30 feet of the west 56 feet of Lot Four in Samuel J. Walker's Subdivision of the east one-half of Block 7 in Assessor's Division of the east one-half of the southeast one-quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian, in Cook County, Illinois.

Interest to be conveyed as easement for use as a utility corridor, aligned for work, equipment, and emergency access:

That part of Lots One, Two, Seven, Eight, Nine, and Ten in Engelking's Subdivision of the west half of Block 7 (except the south 107 feet thereof) in Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian, described as follows:

Beginning at a point on the south line of west Polk Street 8.5 feet west of the west line of the vacated north/south alley in a block bounded by south Paulina Street, (vacated) south Hermitage Avenue, west Polk Street, and the vacated east/west alley north of north line of west Taylor Street, thence west along the south line of west Polk Street 16 feet to a point, thence south in a straight line parallel with and 24.5 feet west of the vacated north/south alley aforesaid 120 feet to a point, thence southeasterly in a straight line to a point on the west line of the vacated north/south alley aforesaid, said point being 180 feet south of the south line of west Polk Street, thence north along the west line of the vacated north/south alley aforesaid 90 feet to a point, said point being 90 feet south of the south line of west Polk Street, thence westerly parallel to the south line of west Polk Street 8.5 feet to a point, thence northerly in a straight line parallel with and 8.5 feet west of the west line of the vacated north/south alley aforesaid 90 feet to the place of beginning, in Cook County, Illinois.

Interest to be conveyed as air rights between the City of Chicago Datum Elevation Plus 27.00 to 62.00 feet over the following properties:

The east ten (10) feet of the west 36 feet of the south ten (10) feet of Lot Four and of Lots Five, Six, Seven and Eight, and the north 15 feet of Lot Nine in Samuel J. Walker's Subdivision of the east one-half of Block 7 in Assessor's Division of the east one-half of the southeast one-quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian;

That part of the vacated north/south alley between Polk and Taylor Streets commencing at the northeast corner of said alley on the south side of Polk Street, thence south on the east line of alley, 90 feet to point of beginning, thence south 125 feet on east line of alley to a point, thence west 12 feet to a point, thence north and parallel to east line of alley 125 feet to a point, thence east 12 feet to point of beginning, in Engelking's Subdivision of the west one-half of Block 7 in Assessor's Division of the east one-half of the southeast one-quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian;

The north 90 feet of the west four feet of the east 12.5 feet of Lot One in Engelking's Subdivision of the west one-half of Block 7 in Assessor's Division of the east one-half of the southeast one-quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian, all in Cook County, Illinois.

Upon CTA's conveying to the University title to the following described properties in Fee Simple Absolute with the reservation for a railroad right-of-way and/or access easement:

All of Lot 15 and the east 7.5 feet of Lot 16, together with that portion of the south half of the vacated east/west alley lying north of and adjacent thereto in Goodman's Subdivision of Block 12 in the Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian;

The west 26.75 feet of Lots Nine and Ten, together with that part of the east half of the vacated north/south alley lying west of and adjacent thereto, also that part of the north half of the vacated east/west alley lying south of and adjacent to the said west 26.75 feet of Lot Ten, and that part of the east half of said vacated north/south alley lying within the north half of the vacated east/west alley, all in Goodman's Subdivision of Block 12 in Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian;

The west 26.75 feet of Lot Five, together with the east half of the vacated alley lying west of and adjacent thereto in Goodman's Subdivision of Block 12 in Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian;

The west 26.75 feet of Lot Seven, together with the east half of the vacated alley lying west of and adjacent thereto in Goodman's Subdivision of Block 12 in Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian;

That part of the entire vacated north/south alley bounded by south Paulina Street, (vacated) south Hermitage Avenue, west Polk Street, and the vacated east/west alley north of the north line of west Taylor Street lying between the north lot line extended westerly of Lot Five in Goodman's Subdivision of Block 12 in Assessor's Division of the east half of the southeast quarter of Section 18, Township 39 North, Range 14, east of the Third Principal Meridian and the vacated east/west alley aforesaid (except for the east half of said vacated north/south alley lying west of and adjacent to Lots Five, Seven, Nine and Ten in Goodman's Subdivision aforesaid); all in Cook County, Illinois.

On motion of Dr. Donoghue, the previous resolution was rescinded and the foregoing resolution was adopted 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

(29) 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	\$	241 691 85
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From Institutional Funds

Recommended		10 927 674 71
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<i>Grand Total</i>		\$11 169 366 56
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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 Dr. Donoghue, 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

(30) 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, 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

(31) The comptroller submitted the May 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.

Quarterly Report of the Comptroller

(32) The comptroller presented his quarterly report as of March 31, 1982.

This report was received for record, and a copy has been filed with the secretary of the board.

Report of Investment Transactions through April 30, 1982

(33) The comptroller presented the investment report as of April 30, 1982.

Transactions under Finance Committee Guidelines

Date	Number	Description	Cost/Yield	Amount
Sales:				
4/19	\$ 855 000	Abbott Laboratories demand notes	\$ 855 000 00	\$ 855 000 00
4/19	55 000	Ford Motor Credit "A" demand notes	55 000 00	55 000 00
4/19	372 000	Ford Motor Credit "B" demand notes	372 000 00	372 000 00
4/19	503 000	General Motors Acceptance demand notes	503 000 00	503 000 00
4/19	443 000	Household Finance demand notes	443 000 00	443 000 00
4/19	85 000	Household Merchandising demand notes	85 000 00	85 000 00
4/19	600 000	Merrill Lynch demand notes .	600 000 00	600 000 00
4/19	187 000	Texas Commerce Bancshares demand notes	187 000 00	187 000 00
4/22	7 800 shs	Exxon common stock	160 080 44	219 328 65
4/22	3 000 shs	IBM common stock	189 828 62	191 378 61
Purchases:				
4/1	7 100 shs	Champion International common stock	9.19%	\$ 114 297 50
4/1	7 400 shs	Gould common stock	7.41	171 717 00
4/1	4 400 shs	Houston Natural Gas common stock..	3.90	169 202 00
4/1	1 500 shs	Merck common stock	3.78	110 995 00
4/1	2 500 shs	Norfolk and Western Railway common stock	5.52	117 700 00
4/1	3 700 shs	R.J. Reynolds Industries common stock	6.16	168 183 50
4/19	\$1 000 000	Federal Farm Credit 14.10 percent notes due 4/22/91	14.24	991 875 00
4/19	1 000 000	Federal Home Loan Banks 14.55 percent notes due 9/25/89.....	14.43	1 005 625 00
4/19	1 000 000	U.S. Treasury 14% percent notes due 4/15/89	13.98	1 018 750 00
4/22	2 500 shs	Block, H. & R., common stock	5.62	85 412 50
4/22	800 shs	Merck common stock	3.87	57 864 00
4/22	3 600 shs	Pioneer common stock	4.34	83 013 00
4/22	2 400 shs	Schlumberger common stock	1.76	108 842 40
4/23	3 000 shs	Signal common stock	4.19	60 198 00
4/26	7 900 shs	Signal common stock	4.01	165 331 20

Transactions under Comptroller's Authority

Sales:

3/10	\$ 12 000	Abbott Laboratories demand notes	\$ 12 000 00	\$ 12 000 00
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<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
3/19	10 shs	Sun Chemical common stock..	\$ 228 75	\$ 197 94
3/31	\$ 150 000	U.S. Treasury bills due 7/15/82	134 768 88	143 993 33
4/1	200 000	Ford Motor Credit demand notes	200 000 00	200 000 00
4/12	1 000 000	U.S. Treasury bills due 6/24/82	969 480 00	973 943 06
4/15	133 shs	Gotaas-Larsen Shipping common stock	606 81	515 38
Repurchase Agreements:				
4/8	\$3 775 000	U.S. Treasury 13½ percent notes due 8/15/84 with Citibank for five days ..	13.25%	\$3 700 000 00
4/13	3 930 000	U.S. Treasury 9½ percent notes due 9/30/83 with Citibank for one day ..	14.13	3 707 000 00
4/20	4 400 000	U.S. Treasury 14 percent bonds due 11/15/01 with First National Bank of Chicago for one day	13.75	4 400 000 00
4/21	4 400 000	U.S. Treasury 14 percent notes due 3/31/86 with First National Bank of Chicago for one day	13.00	4 400 000 00
4/22	2 000 000	Government National Mortgage Pool No. 54280, 16 percent debentures due 4/15/12 and		
	2 862 675	Government National Mortgage Pool No. 51752, 12 percent debentures due 2/15/12 with Lehman Brothers for one day	13.13	4 400 000 00
4/23	3 100 000	U.S. Treasury 14½ percent notes due 4/15/89 with First National Bank of Chicago for three days	13.63	3 100 000 00
4/26	3 100 000	U.S. Treasury 16½ percent notes due 11/15/86 with First National Bank of Chicago for one day	13.13	3 100 000 00
Purchases:				
3/8	\$ 12 000	Ford Motor Credit demand notes ...	13.90%	\$ 12 000 00
4/1	2 000 000	First National Bank of Chicago 14½ percent certificate of deposit due 7/21/82	14.25	2 000 000 00
4/1	1 000 000	First National Bank of Chicago 14½ percent certificate of deposit due 8/2/82	14.25	1 000 000 00
4/1	1 000 000	U.S. Treasury bills due 6/24/82	13.49	969 480 00
4/1	1 000 000	U.S. Treasury bills due 7/1/82	13.64	966 658 61
4/2	600 000	U.S. Treasury bills due 9/16/82	13.95	563 538 33
4/6	425 000	Continental Bank 14 percent time deposit due 7/7/82	14.00	425 000 00
4/8	24 000	Borg Warner Acceptance demand notes	14.19	24 000 00
4/14	375 000	Continental Bank 14 percent time deposit due 8/25/82	14.00	375 000 00
4/14	9 000	Household Finance demand notes ...	14.19	9 000 00
4/22	1 100 000	First National Bank of Chicago 14.10 percent certificate of deposit due 10/19/82	14.10	1 100 000 00
4/23	400 000	U.S. Treasury bills due 9/23/82	13.16	378 818 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
4/27	\$1 000 000	First National Bank of Chicago	13.90	
		percent certificate of deposit due		
		5/28/82	13.90%	\$1 000 000 00
4/27	1 000 000	U.S. Treasury bills due 8/5/82	12.52	966 388 00
4/27	3 000 000	U.S. Treasury bills due 9/16/82	12.87	2 885 041 67
4/28	300 000	U.S. Treasury bills due 9/30/82	13.21	283 854 17
4/30	1 100 000	U.S. Treasury bills due 9/30/82	13.12	1 041 889 75

This report was received for record.

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 few months: June 17, Chicago Circle; July 29, Medical Center; September 16, Urbana-Champaign.

There being no further business the board adjourned.

EARL W. PORTER
Secretary

PAUL STONE
President

LUNCHEON GUESTS

The special guests of the board at the luncheon included members of the staff of the Rehabilitation-Education Center at the Urbana-Champaign campus.