

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

April 21, 1983



The April meeting of the Board of Trustees of the University of Illinois was held in the General Lounge, Illini Union, Urbana, Illinois, on Thursday, April 21, 1983, beginning at 8:30 a.m.

President William D. Forsyth, Jr., 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. Albert N. Logan, Mr. Dean E. Madden, Mrs. Nina T. Shepherd, Mr. Paul Stone. Governor James R. Thompson was absent. The following nonvoting student trustees were present: Mr. Leonard C. Bandala, Health Sciences Center; Mr. Herbert Cobb, University Center; Miss S. Kelly Forsyth, Urbana-Champaign campus.

Also present were President Stanley O. Ikenberry; Dr. Morton W. Weir, vice president for academic affairs; Dr. Donald N. Langenberg, chancellor, University of Illinois at Chicago; Dr. John E. Cribbet, chancellor, University of Illinois at Urbana-Champaign; and the officers of the board, Dr. Craig S. Bazzani, comptroller (and acting vice president for business and finance of the University); Mr. James J. Costello, university counsel; and Dr. Earl W. Porter, secretary.

EXECUTIVE SESSION

President Forsyth, 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 and to discuss the acquisition of real property."

The motion was made by Mrs. Shepherd and approved unanimously.

President Ikenberry, meeting with the board, the secretary, and the university counsel, reported on the search process for the vice president for business and finance and the recommendation he proposed to bring forward at the present meeting. He reviewed the background of the major candidates for the position, with particular attention to the credentials of Dr. Craig Bazzani who will be recommended for the position.

President Forsyth (with Dr. Bazzani present) then presented a letter he proposed to send to the University of Illinois Foundation, asking the foundation to make arrangements to provide transportation for the wife of the president of the University in recognition of her responsibilities in the work of the University and of the foundation. By consensus, the trustees agreed that the letter should go forward. (A copy is filed with the secretary for record.)

Mr. Forsyth (with all general officers now present) then called on the university counsel to report on pending litigation. Mr. Costello reviewed a number of matters: a complaint of staff members of the University of Illinois Foundation; a dispute regarding the status of the basketball coach at the Chicago campus; and a defalcation at the University of Illinois Hospital, the last item reported to the trustees some months ago. In the latter instance, there is the need for authority to file a lawsuit for recovery of funds from the surety companies before the statute of limitations expires. A settlement is possible and the suit may be avoided, but the authority to file is needed. (Time did not permit a written recommendation to this effect.) The trustees authorized such action.

EXECUTIVE SESSION ADJOURNED FOR COMMITTEE MEETINGS

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

The Board of Trustees' regular meeting reconvened at 11:15 a.m.

MINUTES APPROVED

The secretary presented for approval the press proofs of the minutes of the Board of Trustees meetings of January 20 and February 17, 1983, copies of which had previously been sent to the board.

On motion of Mr. Howard, these minutes were approved.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President Ikenberry recognized and introduced observers from the campus senates and from the University Senates Conference.¹ He also introduced Dr. George Kottemann, vice chairman of the Alumni Association Board of Directors.

President's Report

President Ikenberry presented a report on selected topics of current interest, copies of which were distributed at the meeting. A copy was filed with the secretary of the board.

President's Report on Other Matters

Following are excerpts from an extended report presented by the president.

The month began with a meeting of the Illinois Board of Higher Education (IBHE) and its obligation to recommend ways to cut \$107 million in State support for higher education if the governor's "no-new-tax" budget is actually adopted. It was not a pleasant day, but it was a day in which much was said about the critical importance of a strong system of higher education to the future of Illinois.

Most eloquent among those statements, in my judgment, was one by William Browder, president of IBHE, delivered the night before to key legislators. I share with you a copy for your reading. It is an excellent analysis and clear statement of the challenge now before this State.

On a prior matter of interest to this board, you will recall that at the last meeting, Vice President Weir briefed us on an amendment to the Military Selective Service Act, signed into law by President Reagan last September, which mandates that any student who is required to be registered with Selective Service and fails to register is ineligible for student financial assistance provided under Title IV of the Higher Education Act. Subsequently, the Department of Education proposed guidelines for enforcement of this new provision to the Military Selective Service Act which placed an unnecessary burden on both students and institutions and, in so doing, far exceeded the legislative intent. The University of Illinois, along with many other higher-education institutions and agencies, opposed the proposed regulations and made our views known to the Department of Education and to Congressional leaders. Since the last meeting of this board, Secretary Porter has forwarded to you Vice President Weir's response to the Department of Education and other related materials.

To bring you up to date on this matter, I can now report that the Department of Education has announced it will revise the regulations and will require institutions only to collect Statements of Registration Compliance from students. Verification of these statements will be the responsibility of the Department of Education.

Meanwhile, the House Postsecondary Education Subcommittee, chaired by Representative Paul Simon of Illinois, took the first steps toward postponing the new law by approving a bill pushing back the effective date of the law seven months to February 1, 1984. In the meantime, as you know, the constitutionality of the law is being tested as a result of the Minnesota decision.

Given these recent actions, we do not recommend any action by this board

¹ University Senates Conference: Rollin G. Wright, professor and head of the Department of Physical Education, Urbana-Champaign campus; Chicago Campus Senates: Richard L. Carlin, professor of chemistry, and Dale Eisenmann, professor and head of the Department of Histology; Urbana-Champaign Senate Council: Martha O. Friedman, associate professor of library administration and history and philosophy librarian.

at this time. We will continue to follow developments and keep the board informed.

Earlier this week I returned from meetings of the Association of American Universities (AAU). The agenda of that group of fifty-plus research universities is not always a precise gauge of national concerns, but it is suggestive of some of the issues facing universities of our character. You would be interested to know that we devoted a good share of our time and attention at this meeting to the problems facing university medical centers in general and problems facing our hospitals and medical schools in particular. . . . Health care has moved from consuming 5 percent of the GNP to 10 percent, headed north. If health care costs continue to grow faster than the general economy, as they have in the past, they will continue to consume an even larger share of the GNP. As the slice of the pie has grown larger, resistance from other sectors of the economy has become stronger. And that is precisely where we find ourselves at this juncture — with government, business, and industry resisting extraordinary cost increases and with pressures for *access to quality* health care greater than ever.

The emerging view is that the present system — if it can be called that — provides insufficient incentives to reduce costs. Some would propose to increase incentives for patients so they will exercise greater influence in keeping costs down; others would focus on hospitals; and still others would focus on physicians. All three of these options are likely — steps are already in motion on each front — and as you heard only a month or two ago, each has substantial implications for teaching hospitals and medical schools such as ours. . . .

We spent a portion of our agenda in meetings with Secretary Margaret Heckler, new head of the U.S. Department of Health and Human Services. The discussion, unfortunately, for reasons of time could not deal with changing medicare/medicaid policies which relate to the issues I've just mentioned. It focused on some clear differences research universities have with Health and Human Services and, specifically, the National Institutes of Health. The NIH proposes to reimburse the supporting costs for research — the so-called indirect costs of heat, light, record keeping, library services, and the like — at less than the actual, federally-audited rate. The cost to universities would be several millions of dollars; and if the concept of partial reimbursement were applied generally as Federal policy, the costs would be much greater. The principle involved is equally if not more important, however. Universities are ill-equipped to pay these Federal responsibilities unless we pass the bill back to students, to the State, or take money from the liberal arts and humanities to support biomedical research. From a policy perspective, none of these options is acceptable. . . .

At the conclusion of the AAU meeting, I joined with President Hanna Gray of Chicago and President Robert Strotz of Northwestern in what clearly was the most successful meeting with the Illinois Congressional delegation in my experience. Eighteen of the twenty-four members attended, and virtually every member of the delegation stayed for the entire session.

Following some brief introductory remarks from the three presidents, we spent the bulk of our time in discussion of specific issues of special concern to the three Illinois research universities and our State. I was extremely pleased with the bipartisan spirit that was in evidence, the genuine interest in our universities, and the spirit of cooperation that was in evidence from every member of the delegation.

REPORT, CHAIRMAN OF THE URBANA-CHAMPAIGN SENATE COUNCIL

Professor Kenneth Andersen, chairman of the Urbana-Champaign Senate Council, reported on actions and activities of the senate and the senate council in the course of the current year. There were matters of internal governance and the operation of the senate; policy decisions re-

lating to the academic calendar; and a variety of initiatives with regard to staff benefits, retirements, and the retirement system — and in particular, efforts to appraise the financial stresses that beset the campus and the University. (A copy of the text of Dr. Andersen's remarks is filed with the secretary of the board.)

REGULAR AGENDA

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

Appointment of Vice President for Business and Finance

(1) It is my pleasure to recommend to the Board of Trustees the appointment of Craig S. Bazzani, presently acting vice president for business and finance, as vice president for business and finance effective April 21, 1983. The appointment will be on a twelve-month service basis at an annual salary rate of \$78,000, as of December 1, 1982, the date on which Dr. Bazzani assumed the responsibilities of vice president on an acting basis.

He was elected comptroller of the Board of Trustees on January 20, 1983, and will continue to hold that office.

In accord with the organizational changes in the central administration approved by the board on October 21, 1982, the duties and responsibilities assigned to the vice president for business and finance include oversight of all operations in the areas of business affairs, financial affairs, administrative information systems and services, personnel services, and capital construction. His responsibilities are consistent also with those identified in the various sections of the *General Rules Concerning University Organization and Procedure* as those of the "general business officer of the University." He serves as a general officer of the University.

Dr. Bazzani brings to the position of vice president for business and finance a strong record of consistently high performance in the several positions he has held at the University of Illinois. He is thoroughly familiar with the complex business and finance operations of the institution. His highly developed management skills, attention to detail, ability to communicate effectively, sound academic and personal value system, and intensive knowledge of this University and the State of Illinois place him in a unique position to give leadership to this sector of University affairs at this crucial point in our history.

I am pleased also to be able to make this recommendation with the valued assistance of a consultative committee whose members are listed below.¹

It is with pleasure that I recommend approval of the appointment.

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

Dean, College of Agriculture, Urbana

(2) The chancellor at Urbana-Champaign has recommended the appointment of Dr. John R. Campbell, presently associate dean and director of resident instruction in the College of Agriculture and professor of dairy husbandry on indefinite tenure, as dean of the College of Agriculture beginning May 21, 1983, on a twelve-month service basis at an annual salary of \$75,000.

Dr. Campbell will continue to hold the rank of professor on indefinite tenure. He will succeed Dr. Orville G. Bentley who resigned to accept a position in the

¹ Morton W. Weir, vice president for academic affairs and professor of psychology, *Chairman*; L. Rea Jones, assistant vice president for business affairs; Eric A. Gislason, professor of chemistry, Chicago; James M. Malloy, director of Hospital and Clinics and associate professor in the School of Public Health, Chicago; Frederick L. Neumann, professor of accountancy and head of the department, Urbana-Champaign; Donald F. Wendel, vice chancellor for administrative affairs, Urbana-Champaign.

U.S. Department of Agriculture as assistant secretary of agriculture for science and education. Professor John B. Claar has been acting dean since October 8, 1982.

The nomination is made with the advice of a search committee¹ and is supported by the Executive Committee of the College of Agriculture. The vice president for academic affairs concurs.

I recommend approval.

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 21 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 fourteen candidates who have presented evidence that they are holders of valid and unrevoked certified public accountant certificates obtained by passing a standard written examination in another state or territory of the United States and who qualify in all other respects under this provision of the law. The names of the candidates are filed with the secretary.

I concur in this recommendation.

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

Amendment, University Rules and Regulations Governing the C.P.A. Examination

(4) In recent years, the Board of Trustees, on recommendation of the University Committee on Accountancy, reduced C.P.A. examination fees by \$10 for condition candidates (May 1978) and first-time candidates (June 1980) in order to reduce a growing surplus in the C.P.A. trust account.

The committee now reports that the surplus no longer exists. Income is lower than expected due to a lower rate of increase in the number of candidates; and expenses have increased for grading, site rental, and other administrative support. Expenses are expected to exceed receipts by the end of the fiscal year.

Therefore, the Committee on Accountancy recommends amendment of Rules 6,² 16(b), 16(c), and 17 of "Rules and Regulations Governing the Illinois C.P.A. Examination," effective for the November 1983 C.P.A. Examination, as follows:

I

Rule 6 be amended to read:

Rule 6. Filing of the Application and Payment of Fees

Applicants for the Examination for the C.P.A. certificate under the Act shall file their applications with the Committee on Accountancy at Ur-

¹ John B. Hanson, professor of botany and of plant physiology in agronomy, *chairman*; Marilyn M. Dunsing, professor of family and consumption economics and director of the School of Human Resources and Family Studies; John W. Erdman, Jr., associate professor of food science and in the Division of Nutritional Sciences; George C. Fahey, Jr., associate professor of animal science; Robert G. Hoeft, professor of soil fertility extension in agronomy; Marcos Kogan, professor of agricultural entomology and of entomology; Bruce L. Larson, professor of biological chemistry in dairy science and in the Division of Nutritional Sciences; Violet M. Malone, associate professor and leader of education and training in Cooperative Extension; Lynette L. Marshall, undergraduate student; William M. Sager, extension advisor; Robert G. F. Spitze, professor of agricultural economics; Donald L. Uchtmann, professor of agricultural economics; William C. Wagner, professor and head of the Department of Veterinary Biosciences and professor in Veterinary Programs in Agriculture.

² New material is in italics; deleted material is in brackets.

bana, Illinois, together with the necessary proofs to establish their eligibility. The proper fee must accompany the application. A fee of [\$75.00] \$100.00 is prescribed for each examination or re-examination except as indicated under Rule 16 and Rule 17.

An applicant who has applied for the C.P.A. examination in another jurisdiction may be allowed to write the examination in Illinois. Applicants from other jurisdictions must remit a non-refundable \$50.00 procuring fee prior to deadlines established by the Committee on Accountancy.

II

The portion of Rule 16(b) relating to fees for condition candidates be amended to read:

The fee schedule for condition candidates is as follows:

For the candidate who is required to write	
three one-half day sessions.....	[\$50.00] \$65.00
For the candidate who is required to write	
two one-half day sessions.....	[\$40.00] \$55.00
For the candidate who is required to write	
one one-half day session.....	[\$30.00] \$45.00

III

The portion of Rule 16(c) relating to the fee for transfer of credits from another state be amended to read:

A candidate who applies for a transfer of credits from another state shall pay a fee of [\$75.00] \$90.00 upon submission of his initial application to write as an Illinois candidate; thereafter the fee shall be the same as for other condition candidates.

IV

Rule 17 be amended to read:

Rule 17. Failure in All Subjects — Re-examination

A candidate who fails the entire examination may present himself for re-examination on all subjects at any subsequent examination. A fee of [\$60.00] \$75.00 shall be paid for such re-examination.

I recommend approval.

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

Industrial Advisory Board, College of Engineering, Chicago

(5) The chancellor at the Chicago campus, with the advice of the dean of the College of Engineering, has recommended the following appointment and reappointments to the Industrial Advisory Board of the college,¹ for three-year terms, effective May 1983:

New Appointment

STEPHEN D. BAN, vice president, Research and Development, Gas Research Institute, Chicago

Reappointments

CLIFFORD N. HALL, vice president, general manager of Energy Systems Division, Sunstrand Corporation, Rockford

S. DAVID HOFFMAN, vice president and general counsel, Underwriters Laboratories Inc., Northbrook

¹ The board was established in March 1980 with 18 members. Present membership is 23. Further appointments are anticipated to achieve an eventual total membership of approximately 50.

JAMES W. JOHNSON, vice president, Commonwealth Edison Company, Chicago
 KEITH W. McHENRY, vice president, Research and Development, Amoco Research Center, Amoco Oil Company, Naperville
 R. F. NOOTBAAR, senior vice president, Eastern Region, Union 76 Division, Union Oil Company of California, Schaumburg
 R. W. PATTERSON, senior partner, Sargent & Lundy, Chicago
 R. C. PENNY, president and chief executive officer, The Penny Group, Oak Brook
 GARY PETERSEN, president, Weltek, International, South Bend, Indiana
 IVER J. PETERSEN, vice president, Central Region, General Electric Company, Chicago
 ROBERT H. PRY, executive vice president, Research and Development, Gould, Incorporated, Rolling Meadows
 NORMAN A. ROBINS, vice president of research, Inland Steel Company, East Chicago, Indiana
 JACK RUTHERFORD, president, International Components Group, International Harvester Company, Chicago
 E. W. STRANGE, JR., vice president, Manufacturing and Engineering, Teletype Corporation, Skokie
 WILLIAM H. WELTYK, vice president, Engineering and Development, Borg-Warner Corporation, Chicago
 I concur in this recommendation.

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

Director, School of Social Sciences, Urbana

(6) The chancellor at Urbana-Champaign, with the advice of the dean of the College of Liberal Arts and Sciences, has recommended the appointment of Dr. Arthur Getis, presently professor of geography, head of the department, and acting director of the School of Social Sciences, as director of the School of Social Sciences beginning August 21, 1983, on an academic year service basis at an annual salary of \$53,500.

Dr. Getis will continue to hold the rank of professor on indefinite tenure. He succeeds Dr. Robert B. Crawford who resigned this administrative assignment to become acting director of International Programs and Studies.

The nomination is made on the recommendation of a search committee¹ and with the endorsement of the Executive Committee of the college. The vice president for academic affairs concurs.

I recommend approval.

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

Head, Department of Advertising, Urbana

(7) The chancellor at Urbana-Champaign, after consultation with the dean of the College of Communications, has recommended the appointment of Dr. Kim B. Rotzoll, presently professor of advertising and associate dean of the College of Communications, as head of the Department of Advertising beginning August 21, 1983, on a twelve-month service basis at an annual salary of \$45,000.

Dr. Rotzoll will continue to hold the rank of professor on indefinite tenure. He will succeed Dr. Arnold M. Barban who asked to be relieved of this administrative assignment.

¹ Howard S. Maclay, research professor in the Institute of Communications Research, professor of education and linguistics, departmental affiliate in anthropology, and director of the Institute of Communications Research, *chairman*: James R. Kluegel, associate professor of sociology; Edward A. Kolodziej, professor of political science and research professor in the School of Social Sciences; Colin E. Thorn, associate professor of geography; Norman E. Whitten, Jr., professor of anthropology.

The nomination is made with the advice of a search committee¹ and after consultation with members of the department of professorial rank. The vice president for academic affairs concurs.

I recommend approval.

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

Head, Department of Ecology, Ethology and Evolution, Urbana

(8) The chancellor at Urbana-Champaign, after consultation with the dean of the College of Liberal Arts and Sciences, has recommended the appointment of Dr. George O. Batzli, presently professor of ecology, ethology and evolution and acting head of the department, as head of the Department of Ecology, Ethology and Evolution beginning April 21, 1983, on an academic year service basis at an annual salary of \$42,790.

Dr. Batzli will continue to hold the rank of professor on indefinite tenure. He has been acting head effective second semester of the current academic year and succeeds Dr. Edwin M. Banks who relinquished the headship because of illness.

The nomination is made with the advice of a search committee² and after consultation with faculty members of the department. The director and Executive Committee of the School of Life Sciences and the Executive Committee of the College of Liberal Arts and Sciences endorse this recommendation. The vice president for academic affairs concurs.

I recommend approval.

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

Head, Department of Geology, Urbana

(9) The chancellor at Urbana-Champaign, after consultation with the dean of the College of Liberal Arts and Sciences, has recommended the appointment of Dr. David E. Anderson, presently professor of geology, as head of the Department of Geology beginning August 21, 1983, on an academic year service basis at an annual salary of \$36,440.

Dr. Anderson will continue to hold the rank of professor on indefinite tenure. He will succeed Professor John Hower who asked to be relieved of this administrative assignment.

The nomination is made with the advice of a search committee³ and after consultation with faculty members of the department. The Executive Committee of the College of Liberal Arts and Sciences endorses this recommendation. The vice president for academic affairs concurs.

I recommend approval.

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

Head, Department of Management, Chicago

(10) The chancellor at the Chicago campus, after consultation with the dean of the College of Business Administration, has recommended the appointment of Dr. Laurie G. Larwood, presently associate professor at Claremont Graduate

¹ Howard S. Maclay, research professor in the Institute of Communications Research, professor of education and linguistics, departmental affiliate in anthropology, and director of the Institute of Communications Research, *chairman*; Cathy J. Cobb, lecturer in advertising; James E. Haefner, associate professor of advertising; Gordon E. White, professor of advertising.

² Eugene Giles, professor of anthropology and acting head of the department, *chairman*; Arthur W. Ghent, professor of ecology, ethology, and evolution and entomology and in the College of Medicine at Urbana-Champaign; Merlin Raymond Lee, associate professor of ecology, ethology and evolution; Michael Salmon, professor of ecology, ethology and evolution.

³ Douglas Applequist, professor of chemistry, *chairman*; Albert T. Hsui, associate professor of geology; W. Hilton Johnson, associate professor of geology; Philip A. Sandberg, professor of geology.

School and Claremont McKenna College, as professor of management on indefinite tenure and head of the Department of Management beginning September 1, 1983, on an academic year service basis at an annual salary of \$46,000.

Dr. Larwood will succeed Dr. Elmer Burack who asked to be relieved of this administrative assignment. Dr. S. George Huneryager has served as acting head of the department since September 1, 1982.

The recommendation is made with the support of a search committee¹ and by the faculty of the department. The vice president for academic affairs concurs in this recommendation.

I recommend approval.

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

Head, Department of Mechanical Engineering, Chicago

(11) The chancellor at the Chicago campus, after consultation with the dean of the College of Engineering, has recommended the appointment of Georg E. O. Widera, presently professor of mechanical engineering and acting head of the Mechanical Engineering Group, as professor of mechanical engineering on indefinite tenure and head of the recently established Department of Mechanical Engineering beginning May 1, 1983, on an academic year service basis at an annual salary of \$38,485.

The recommendation is made with the support of a search committee,² the faculty of the department, the Executive Committee of the college, and the department heads of the college. The vice president for academic affairs concurs in this recommendation.

I recommend approval.

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

Appointments to the Faculty

(12) 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).

¹ Maryann Albrecht, associate professor of management, *chairwoman*; Irvin L. Heckmann, professor of management; Chien L. Narayana, professor of marketing and head of the department; Yitzchak M. Shkop, assistant professor of management.

² Pi-rgerio L. E. Uslenghi, professor of electrical engineering and computer science, *chairman*; Madhu S. Gupta, associate professor of electrical engineering and computer science; Faydor L. Litvin, professor of mechanical engineering; Richard M. Michaels, professor of industrial and systems engineering and associate dean of graduate research in the Graduate College; Wolodymyr J. Minkowycz, professor of heat transfer in mechanical engineering; Harold A. Simon, professor of heat transfer in mechanical engineering.

Urbana-Champaign

1. **MICHAEL J. BOERO**, assistant professor of veterinary clinical medicine, beginning March 21, 1983 (NY), at an annual salary of \$30,580.
2. **GERALD V. BRADLEY**, assistant professor of law, beginning August 21, 1983 (1), at an annual salary of \$36,500.
3. **JERALD K. PATAKY**, assistant professor of plant pathology, beginning March 21, 1983 (NY), at an annual salary of \$28,000.

Chicago

4. **EUGENE S. EMESON**, professor of pathology, on 91 percent time, and physician surgeon, on 9 percent time, College of Medicine at Chicago, beginning April 1, 1983 (AY91;NY9), at an annual salary of \$75,000.
5. **JONATHAN G. LORD**, assistant professor of anesthesiology, on 62 percent time, and physician surgeon on 38 percent time, College of Medicine at Chicago, beginning March 15, 1983 (1Y62;NY38), at an annual salary of \$65,000.

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

Administrative Leaves, 1983-84

(13) In accord with the plan for administrative leaves approved by the Board of Trustees on June 20, 1973,¹ the president of the University and the chancellors at Chicago and Urbana-Champaign have recommended as appropriate such leaves for those listed below.

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

Chicago

GEORGE C. GILES, associate dean of the College of Education since September 1, 1969, has requested leave for the period January 2 — March 23, 1984. He plans investigation of recent innovative trends in provision of in-service education to teachers in selected large metropolitan areas.

GEORGE M. STAFFORD, assistant dean of Student Affairs since September 1, 1971, and director of Student Organizations and Activities since September 1, 1979, has requested leave for the period December 1, 1983 — April 1, 1984. His leave will be spent researching organizational communications on campus in support of student development services and programs (master's thesis credit expected) with most time spent on campus while conducting the research project.

Urbana-Champaign

CLAYTON L. BARNARD, associate director of the Career Development and Placement Center since August 21, 1978, and prior to that assistant director for four years, has requested leave for the period September 19, 1983 — January 18, 1984. He will study integrative career counseling and academic advising models in the context of reduced resources and an ever-increasing demand to expand services.

ROBERT SIMERLY, head, Conferences and Institutes Division in the Office of Continuing Education and Public Service since August 21, 1977, has requested leave equivalent to four months during the period July 1, 1983 — February 29, 1984. He will continue research on strategic long-range planning for continuing education organizations.

¹ 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."

LINDA S. WILSON, associate vice chancellor for research since August 15, 1975, and associate dean of the Graduate College since July 1, 1979, has requested leave for the period January 1 — April 30, 1984. She will study and participate in science policy research in England, either at the Science Policy Research Unit, University of Sussex, or the London School of Business.

RUSSELL E. ZWOYER, associate dean of the College of Education since August 21, 1978, and prior to that assistant dean for two years, has requested leave for the period September 1 — December 31, 1983. He will develop relations with a variety of school districts, educational service regions, and public colleges of education throughout the State of Illinois as well as with the staff of the Illinois State Board of Education to determine the nature of possible cooperative efforts that the College of Education might initiate among these agencies in the areas of mathematics, science, and technology education.

Central Administration

SAMUEL K. GOVE, director of the Institute of Government and Public Affairs since January 1, 1967, has requested leave for the period June 15 — August 15, 1983. He will be working on a manuscript on comparative state politics — "The Politics of Urban States."

CALVIN L. OWENS, director of the University Film Center since August 21, 1978, has requested leave for the period September 15 — December 15, 1984. He will be examining the availability and application of computer software utilized with videodisc technology for instructional purposes with implications for Film Center collection development.

CLIFFORD W. VAN METER, director of the Police Training Institute since September 1, 1976, has requested leave for the period April 21 — August 20, 1984. He will be conducting an historical study of the Institute from the early 1950's until the present with special emphasis on the factors that led to the placing of the primary responsibility for law enforcement training at the University of Illinois.

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

AMOCO Foundation Awards for Undergraduate Instruction, Urbana

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

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:

JOHN D. DYSON, professor of electrical engineering — "Video Tapes for an Undergraduate Electrical Laboratory"

DAVID F. KOHL, undergraduate librarian and assistant professor of library administration, and

LIZABETH A. WILSON, assistant undergraduate librarian and assistant professor of library administration — "Expansion and Diversification of the Bibliographic Instruction Program Provided by the Undergraduate Library"

MICHAEL C. ROMANOS, associate professor of urban and regional planning, and

LEONARD F. HEUMANN, associate professor of urban and regional planning and in

¹ Generally these amount to full-time salary for two months.

housing research and development — "Development of an International Extension Program in Comparative Urban and Regional Planning Systems"

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 Degree

(15) The senate at the Health Sciences Center of the University of Illinois at Chicago has recommended that an honorary degree be conferred on the following person at the College of Medicine Honors Day Program on May 13, 1983:

BENGT SAMUELSSON, M.D., professor and chairman, Department of Chemistry, and dean of the Karolinska Institute, Stockholm, Sweden (recipient of the 1982 Nobel Prize in physiology/medicine) — the degree of Doctor of Science

The chancellor at Chicago concurs in the recommendation of the senate.

I recommend approval.

On motion of Dr. Donoghue, this degree was authorized as recommended.

Tuition Increases for Fiscal Year 1984

(16) On March 16, 1983, the Board of Trustees reviewed background material related to current tuition levels and to the need for additional tuition increases in the coming year. The review indicated that, while tuition revenue is in no way a substitute for responsible State support, it is an essential segment of the financial base of the University.

Consistent with the presentation to the board in March, the following table displays tuition increases proposed for Fiscal Year 1984. The increases have two objectives: (1) to match the 10 percent increases beyond FY 1983 tuition rates for all student levels as recommended by the Illinois Board of Higher Education, and encompassed in that board's original FY 1984 budget recommendation; and (2) to restore the percentage tuition differentials among student levels which were in place at the beginning of FY 1983. (The mid-year tuition increase of the current year was implemented on an across-the-board basis, thereby compressing the differentials by level.)

In accord with the presentation in March, summarized in the accompanying table, I recommend that the Board of Trustees act to establish tuition levels for FY 1984 as follows:

1. Approve a tuition increase of 10 percent of beginning FY 1983 tuition levels for all students.
2. Approve differential tuition increases, beyond the 10-percent general increase, to restore initial FY 1983 differentials among the various student levels, as follows:
 - a. \$38 for upper-division undergraduate students
 - b. \$68 for graduate students
 - c. \$90 for students in law
 - d. \$370 for students in medicine
 - e. \$208 for students in dentistry
 - f. \$194 for students in veterinary medicine
3. Approve proportional increases, as appropriate, for part-time students, for non-resident students, and for correspondence and extramural courses to continue policies that now exist. In addition to those increases, a fee of \$10 (Chicago)

Proposed FY 1984 Tuition Increases*

	<i>Annualized FY 1983 Tuition Rate</i>	<i>Ten-Percent Increase</i>	<i>Restore FY 1983 Percentage Differential</i>	<i>Total Increase</i>	<i>FY 1984 Tuition</i>	<i>Percent Increase</i>
Undergraduate						
Lower division	\$1 022	\$ 82		\$ 82	\$1 104	8.0
Upper division	1 178	98	\$ 38	136	1 314	11.5
Graduate	1 282	108	68	176	1 458	13.7
Law	1 392	120	90	210	1 602	15.1
Medicine	2 540	234	370	604	3 144	23.8
Dentistry	1 880	168	208	376	2 256	20.0
Veterinary Medicine	1 822	162	194	356	2 178	19.5
Revenue Generated		\$4.9 million	\$1.9 million	\$6.8 million		

* Proportional increases will be implemented for part-time students, for nonresidents, and for extramural and correspondence courses to continue policies that now exist for these areas. In addition, a fee of \$10 (Chicago) or \$15 (Urbana-Champaign) will be charged to each student enrolling in an extramural credit course. \$75 per credit hour will be charged for courses for which the electronic blackboard is used.

or \$15 (Urbana-Champaign) will be charged to each student enrolling in an extramural credit course to offset administrative and library costs, respectively. Finally, \$75 per credit hour will be charged for each extramural course for which the electronic blackboard is used, effective August 21, 1983, to offset the costs of operating and maintaining the blackboard system.

It is crucial to emphasize that these proposals are based upon the assumption that the level of State funding recommended by the Board of Higher Education in January ultimately will be achieved for FY 1984. Under those circumstances, the tuition revenue generated beyond that recommended by the Board of Higher Education will be used for academic program improvements in accord with Board of Trustees' approved priorities. Should the University's FY 1984 operating budget not approximate the level recommended by the Board of Higher Education, it will be necessary to return to the Board of Trustees to reshape income and expense projections, including the consideration of tuition increases beyond the levels presently recommended.

Mr. Thomas Hasse, president of the Student Government Association at Urbana-Champaign and other students, by prior agreement, spoke briefly on this recommendation before the board acted upon it.

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

Rate Increases for University-Operated Housing Facilities, Chicago and Urbana

(17) The chancellors have recommended rate increases for University-operated housing for the 1983-84 academic year. The rate increases are required to meet inflationary factors (salaries and wages,¹ utilities, general and raw food-price increases, and repair and replacement programs) and selected overhead costs.

Chicago		<i>Proposed</i>
	1982-83	1983-84
<i>Residence Hall</i> (room and board, academic year)		
Room	\$1 434	\$1 541
Board	1 487	1 670
Combined	<u>\$2 921</u>	<u>\$3 211</u>
Proposed dollar increase.....	\$290	
Proposed percentage increase.....	9.9	

Note: Rates in the women's residence hall with air-conditioning will be \$120 more than in the student residence hall.

Single Student Residence (monthly rates)

<i>Unit</i>	1982-83	<i>Proposed</i> 1983-84	<i>Dollar</i> <i>Increase</i>	<i>Percent</i> <i>Increase</i>
One bedroom apt. (2).....	\$ 457	\$ 494	\$ 37	8.1
Two bedroom apt. (3).....	638	690	52	8.1
Two bedroom suite (2).....	371	407	36	9.7
Three bedroom suite (3).....	518	560	42	8.1
Four bedroom apt. (4).....	855	938	83	9.7

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

¹ Funds escrowed from the FY 1983 salary program were utilized partially to offset the fee increase necessary to support the planned University salary program of 8 percent for FY 1984.

Urbana-Champaign*Undergraduate Housing* (room and board, academic year)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Single	\$2 760	\$2 874	\$114	4.1
Double	2 442	2 542	100	4.1
Triple	2 304	2 398	94	4.1
Quad	2 196	2 286	90	4.1

Note: 1. Rates in newer halls with air-conditioning will be \$90 more than in halls without it.

2. Room-only rates were \$1,270 less than the above rates (which include meals) in 1982-83 and will be \$1,320 less than the above rates in 1983-84.

3. The rates quoted do not include the Residence Hall Association dues.

Graduate Housing (room only, academic year)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Sherman Hall				
Single	\$1 444	\$1 474	\$ 30	2.0
Double	1 378	1 406	28	2.0
Daniels Hall				
Single	1 288	1 314	26	2.0
Double	1 150	1 172	22	2.0
Optional board contract.....	1 460	1 520	60	4.1

Cooperative Houses (academic year)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Alpha (room only).....	\$1 074	\$1 118	\$ 44	4.1
	and	and	and	
	1 168	1 216	48	4.1
Delta (room and board).....	1 468	1 528	60	4.1
French (room and board).....	2 326	2 420	94	4.1

Goodwin-Green (monthly rates)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Sleeping room	\$ 162	\$ 170	\$ 8	4.7
Zero bedroom	193	202	9	4.7
Zero with dining.....	199	208	9	4.7
One bedroom	234	245	11	4.7
One bedroom with dining.....	240	252	11	4.7

Orchard Downs (monthly rates)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
One bedroom	\$ 198	\$ 207	\$ 9	4.7
Two bedroom	218	228	10	4.7
Two bedroom-U/F	171	179	8	4.7

Beckwith Living Center (monthly rates)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Single room	\$ 600	\$ 660	\$ 60	10.0
Apartment occupancy (per person)	600	660	60	10.0
Apartment occupancy (family)...	800	880	80	10.0

Other Properties (monthly rates)

<i>Unit</i>	<i>1982-83</i>	<i>Proposed 1983-84</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Various rates and sizes.....	\$ 275	\$ 280	\$ 5	2.0
	and 440	and 450	and 10	2.0

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

The acting vice president for business and finance concurs in these recommendations.

I recommend approval.

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

Student Fees, Chicago and Urbana (Student Services, Health Services, Health Insurance)

(18) The chancellors have recommended for Fiscal Year 1984 selected increases in student fees 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,¹ utilities, general and raw food price increases, and repair and replacement programs), overhead cost requirements, and selected program needs for units at each campus.

Student Service Fee

The student service fee at Urbana-Champaign supports the services and programs of the Assembly Hall, Illini Union, Intramural-Physical Education Building, Student Services Building, and campus recreation. The recommended increase is required to meet increased operational costs resulting from inflation and overhead costs.

The service fee for Health Sciences Center students at Chicago supports the operation of the Chicago Illini Union, student programs, student government, and campus recreation. The recommended increase is required to meet inflationary factors, overhead costs, and to fund a portion of the student counseling office.

The service fee for University Center students at Chicago supports the operation of the Chicago Circle Center, student programs, intramural sports and recreation, intercollegiate athletics, and (as distinct from the Health Sciences Center and the Urbana-Champaign campus) the on-campus health service. In addition to inflationary and overhead cost requirements, the recommended increase will provide additional funding to support intercollegiate athletics, health services, student programs, and intramural sports. Nearly one-half of the funding for the student counseling office will be funded from service fees beginning in FY 1984.

Health Service Fee

The health service fee at Urbana-Champaign supports the on-campus health service for students at McKinley Hospital and Health Service. The fee increase recommended is required to meet inflationary factors and overhead costs.

The health service fee at the Health Sciences Center supports the on-campus

¹ Funds escrowed from the FY 1983 salary program were utilized partially to offset the fee increase necessary to support the planned University salary program of 8 percent for FY 1984.

health services for students. The fee increase recommended is required to maintain the current level of services and to offset inflationary impacts.

While the costs to support student health services at University Center are assigned to the student service fee, a separate pharmacy fee is assessed to meet the costs of medicine and drugs for students for prescriptions written by the health service. No fee increase is recommended for FY 1984.

Student Health-Insurance Fee

At each campus, 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 are due to poor claim experience and/or increasing costs associated with health care in general. Beginning in FY 1984, there will be a single health plan for all Chicago students.

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

Urbana-Champaign

	1982-83	<i>Proposed</i> 1983-84
Student service fee.....	\$104	\$116
Health service fee.....	57	62
Health insurance fee.....	33	36
	<u>\$194</u>	<u>\$214 (per semester)</u>

Proposed dollar increase: \$20

Proposed percentage increase: 10.3

Chicago

	1982-83	<i>Proposed</i> 1983-84
<i>Health Sciences Center</i>		
Student service fee.....	\$161	\$179
Health service fee.....	26	28
Health insurance fee.....	37	36
	<u>\$224</u>	<u>\$243 (per quarter)</u>

Proposed dollar increase: \$19

Proposed percentage increase: 8.5

	1982-83	<i>Proposed</i> 1983-84
<i>University Center</i>		
Student service fee.....	\$ 94	\$104
Pharmacy fee	3	3
Health insurance fee.....	29	36
	<u>\$126</u>	<u>\$143 (per quarter)</u>

Proposed dollar increase: \$17

Proposed percentage increase: 13.5

Note: The fee levels displayed above apply to full-time students. The rates shown for health insurance represent the student's portion only.

The acting vice president for business and finance concurs in the fee levels proposed by the chancellors.

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 covered by the Illinois State Scholarship Commission.)

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

Special Fee for New Course, Institute of Aviation, Urbana

(19) On September 16, 1982, the Board of Trustees acted to adjust fees for six flight courses, effective fall semester 1982. These fees range from \$1,260 to \$1,607. During the fall semester of 1983, a new course, Aviation 121, will be offered by the Institute of Aviation. The course is designed for students who already possess a private pilot certificate and who desire further commercial-instrument training. A fee of \$887 is proposed to meet costs associated with the more limited flying time and simulator usage required in this course.

The course has been approved by the Urbana-Champaign campus and has been reviewed and approved by the University Planning Council. The chancellor at Urbana-Champaign has recommended approval.

I concur.

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

Agreement with Piedmont Aviation, Inc.

(20) Negotiations have been completed for the use of University of Illinois-Willard Airport facilities with Piedmont Aviation, Inc., of Winston-Salem, North Carolina, for the operation of a scheduled air service for the period April 24, 1983, through June 30, 1984.

The agreement provides that Piedmont will have exclusive use of 856 square feet of space in the Willard Airport Administration Building and shared use of the common area until new space is constructed. (Recommendations for the award of construction contracts for the new space will be presented to the board in due course.)

Piedmont is to pay the University \$854.78 per month during the period for rent and for operation and maintenance services. This rate will be adjusted upward when new space is constructed and available for Piedmont's use. The adjusted rate will include operation and maintenance costs as well as an amount which is equivalent, on an annual basis, to amortizing the construction costs over ten years.

In addition, the agreement would grant Piedmont landing privileges and the use of aircraft parking aprons for loading and discharging passengers in exchange for a fee equivalent to that charged for all scheduled passenger service landings at Willard Airport.

The chancellor at the Urbana-Champaign campus and the acting vice president for business and finance have recommended: (1) that an agreement as described be executed; (2) that an amendment for the rental of the new space be authorized; and (3) that future renewals of the amended agreement be subject to such adjustments in rates as may be approved by the president and the comptroller.

I concur in the recommendations.

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

Oil and Gas Lease for Hunter Farm No. 5

(21) The University has been the recipient of a number of farms under the terms of the wills of Mr. Ralph O. Hunter and his wife, Mrs. Mabel Hunter. The income from these farms is used to provide scholarships for students in the College of Agriculture.

Pawnee Oil Corporation, Springfield, Illinois, has offered a two-year oil and gas lease covering 280 acres of the Hunter land, known as Hunter Farm No. 5, located in Macoupin County near Virden, Illinois. The lease provides for the payment of \$1,400 per year, a \$750 location fee payable prior to each drilling, and the standard one-eighth royalty for oil and gas produced. The lease also requires the company to return the land to near-present condition when it vacates the land.

The dean of the College of Agriculture has reported that the lease will not interfere with the present or anticipated use of the land. Accordingly, the chancellor at Urbana-Champaign has recommended that the University enter into the lease as described. The acting vice president for business and finance concurs.

I recommend approval.

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 22 through 33 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Contracts for Air Conditioning, Neuropsychiatric Institute, Chicago

(22) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts to partition and air condition the first floor lobby and to air condition the eighth floor of the Neuropsychiatric Institute at the Health Sciences Center, the award in each case to the low base bidder:

<i>General</i>	<i>Base Bid</i>
William J. Scown Building Co., Chicago.....	\$16 500
<i>Mechanical</i>	
Kirby Sheet Metal Works, Inc., Chicago.....	68 350
<i>Electrical</i>	
Mid America Electric Co., Inc., Palatine.....	15 000
<i>Total</i>	\$99 850

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

Funds are available in the Hospital Income Fund.

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

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

Contracts for Heat Recovery System, Eye and Ear Infirmary, Chicago

(23) On October 15, 1981, the Board of Trustees approved a recommendation to accept a Federal grant of \$1,456,933 under the Institutional Buildings Grants program established under the National Energy Conservation Policy Act of 1978. Bids were received on Tuesday, March 22, 1983, for the construction of one of the conservation projects authorized within the third cycle of that program.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for the installation of a heat recovery retrofit system in the ventilation system for the basement and the first and second floors of the east side of the Eye and Ear Infirmary at the Health Sciences Center, the award in each case to the low base bidder:

<i>Mechanical</i>	<i>Base Bid</i>
Gallaher & Speck, Wood Dale.....	\$ 24 391

Ventilation

Pullman Construction Industries, Inc., Chicago..... \$ 89 088

Electrical

Fries Walters Co., Hillside..... 11 341

Total \$124 820

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

Funds are available from the Federal Energy Conservation Grant.

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

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

**Contract for Contractual Building Services,
College of Dentistry, Chicago**

(24) The president of the University, with the concurrence of the appropriate administrative officers, recommends, subject to the availability of funds, the award of a contract for \$177,372 to Beverly Building Maintenance Co., Inc., Oak Lawn, the low base bidder, to provide contractual building services in the College of Dentistry at the Health Sciences Center, Chicago, during Fiscal Year 1984.

Funds will be included in the Chicago campus Physical Plant Institutional Funds Budget Authorization Request for FY 1984 to be submitted to the Board of Trustees.

(The scope of the project will consist of providing supervision, labor, and supplies adequate to clean and sanitize selected building areas at regular intervals. Daily general cleaning services will be performed in designated public and patient areas, washrooms, and classrooms. Other areas of the building will be cleaned on an alternate day basis.)

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

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

Contract for Food Service Equipment, Student Residence Hall, Chicago

(25) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$112,900 to M.L. Rongo, Inc., Melrose Park, the low base bidder, for the purchase and installation of food service equipment for the food service area on the first floor of the student residence hall at the Health Sciences Center, Chicago. (This is the food-service-equipment portion of the first phase of a project to improve the public areas on the first floor of the building.)

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

On motion of Mr. Stone, this contract was awarded by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. How-

ard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

**Contracts for Repairs, Minor Remodeling, and New Construction,
Fiscal Year 1984 (and Withdrawal of a Bid), Urbana**

(26) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of the following contracts for repairs, minor remodeling, and new construction at the Urbana-Champaign campus for the period July 1, 1983, through June 30, 1984. The contractors' bid on percentages to be added to an estimated volume of material, labor, and subcontracts. The awards recommended are to the low bidders.

The contracts are for individual projects estimated to cost less than \$25,000. The University will have the option to extend these contracts for an additional year on the same terms and conditions, subject to approval by the Board of Trustees.

	<i>Percent for Material</i>	<i>Percent for Labor</i>	<i>Percent for Sub- contracts</i>	<i>Total Estimated Fee Payments</i>
<i>General</i>				
Lyman-Wikoff, Inc., Champaign.....	4	29.5	5	\$33 200
<i>Electrical</i>				
Downtown Electric Company, Urbana	8	39	5	12 600
<i>Plumbing</i>				
A & R Mechanical Contractors, Inc., Urbana	5	47	2	9 730
<i>Heating, Piping, and Refrigeration</i>				
A & R Mechanical Contractors, Inc., Urbana	5	47	2	14 450
<i>Ventilation and Distribution System for Conditioned Air</i>				
R. H. Bishop Company, Champaign..	6	49	5	13 100
<i>Plastering, Plaster Patching, and Repairs</i>				
E. T. Drewitch, d/b/a E. T. Drewitch Plaster Contractor, Urbana	5	25	0	25 750
<i>Insulation</i>				
Sprinkmann Sons Corporation of Illinois, Peoria.....	14.9	72	10	9 734
<i>Lightning Protection</i>				
Samuel J. Ollesh, d/b/a Midwest Lightning Rods, Decatur.....	28	38.4	6	7 280

Funds as required will be covered by a contract work order which will be charged against funds allocated for each such project. A schedule of the bids received has been filed with the secretary of the board for record.

It is further recommended that the comptroller be authorized to approve work orders under these contracts up to \$25,000 for each project. These will be reported in the "Comptroller's Monthly Report of Contracts Executed."

The firm of Cool Company, Inc., St. Joseph, submitted a bid for general work. The firm notified the University that it misunderstood the bidding requirements, which resulted in an error in its bid, and requested permission to withdraw it since, due to the error, it could not fulfill its contractual obligations without suffering economic hardship. The Operation and Maintenance Division has determined that there is demonstrable evidence that the bidder made bona fide errors in the preparation of its bids, that the errors will result in a substantial loss to the bidder, and has recommended that the bidder be allowed to withdraw. The university counsel has advised that under these circumstances, the University's regulations allow the University to permit the withdrawal. Therefore, it is recommended that Cool Company, Inc., be allowed to withdraw its bid.

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

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

Structural Modification and Rehabilitation, Memorial Stadium, Urbana

(27) The president of the University, with the concurrence of the appropriate administrative officers, recommends: (1) approval of a project of \$1,165,000 for modifications to the steel structure of the east and west main stands and balconies, and rehabilitation of the east balcony walkways, restrooms, and concession facilities at Memorial Stadium, Urbana; and (2) award of the following contracts for this work on the basis of the low base bids and acceptance of the indicated alternates (deductive) received:

<i>Division I — General</i>	<i>Base Bid</i>	<i>Alternate</i>	<i>Total</i>
C. Iber & Sons, Inc., Peoria.....	\$968 000	—\$296 900 (G-1)	\$671 100
<i>Division II — Plumbing</i>			
Hart & Schroeder Mechanical Contractors Inc., Champaign.....	359 778	— 180 690 (P-1)	179 088
<i>Division III — Ventilation</i>			
R. H. Bishop Company, Champaign....	22 993	— 11 264 (V-1)	11 729
<i>Division IV — Electrical</i>			
Downtown Electric, Urbana.....	74 865	— 31 411 (E-1)	43 454
<i>Total</i>			\$905 371

It is further recommended that: (1) all contracts, other than the contracts for general work, be assigned to the contractor for general work; and (2) an agreement be entered into with C. Iber & Sons, Inc., for the assignment of the other prime contracts, for which the assignment fee has been included in the bid for general work.

It is also recommended that Hanson Engineers, Inc., Springfield, be employed for the professional services required for the construction phase of this project at a

fee of one and one-half percent of the actual construction cost, plus reimbursable expenses authorized by the University for additional field inspections, materials testing, travel, photography, and other miscellaneous expenses, estimated to be \$22,000. (The services covered by the fee include on-site observation.)

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.

(The work under the base bid consists of installing steel bracing on the underside of both existing balcony structures and in both Great Halls; the removal and replacement of portions of the east and west concrete balcony level walkways; masonry partitions enclosing toilet rooms, water lines, sanitary piping, and electric facilities; repair or replacement of structural steel framing prior to replacing concrete slabs and partitions and toilet fixtures; installation of associated water piping, sanitary piping, drainage piping, new lighting and electrical circuits; and installing new toilet-room ventilation systems. Acceptance of Alternate No. 1 will eliminate from the base bid the removal and replacement of the west balcony walkway concrete and related mechanical and electrical work.)

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

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

Rescission and Award of Contract, Fire Service Institute, Urbana

(28) On January 18 and 20, 1983, bids were received for general, plumbing, and electrical work for Fire Service Institute projects for Fiscal Year 1983. On February 17, 1983, the trustees awarded a contract to Caturfield Builders, Inc., Decatur, based on its low bid for general work for \$96,162 (base bid plus four additive alternates)¹ and further authorized that the contracts for plumbing and electrical work be assigned to the contractor for general work, making the total of its contract \$203,691.

The University notified the contractor of its award and submitted the appropriate agreements and the performance and payment bond for execution in accordance with the bid documents. The firm did not execute the appropriate documents and has been notified that it is in default.

Funds for this project are appropriated from the Fire Prevention Fund and are not available for reappropriation. In order for the work to begin and thus to expend the funds within the fiscal year requirements, it was necessary to award contracts prior to the April meeting of the Board of Trustees. Under Article II, Sec. 4(e) of the *General Rules Concerning University Organization and Procedure*, the president, after consulting members of the Executive Committee of the board, awarded a contract on March 23, 1983, to the second low bidder.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, now recommends that the award previously made to Caturfield Builders, Inc., be rescinded and that its bid security be forfeited for failure to comply with the terms of the bid documents.

In accord with the *General Rules*, the president reports: (1) the award of a contract to the second low bidder, F & H Construction, Effingham, for \$127,790, based on its base bid and acceptance of additive alternates G-1, G-2, G-3, and G-5; (2) the assignment of the contracts for plumbing and electrical work to the

¹ An explanation of the additive alternates is filed with the secretary for record.

contractor for general work, making the total of its contract \$235,319; and (3) an agreement with F & H Construction for the assignment of the other contracts.

Funds are available in the FY 1983 appropriated funds budget of the Fire Service Institute.

On motion of Mr. Stone, these recommendations were approved and award of contract was confirmed by the following vote: Aye, Mrs. Day, Dr. Donoghue, Mr. Forsyth, Mr. Hahn, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Mr. Stone; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

Purchases

(29) The president submitted, with his concurrence, a list of purchases recommended by the directors of purchases and the acting vice president for business and finance.

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	\$ 76 453 82
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From Institutional Funds

Recommended	7 857 945 26
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<i>Grand Total</i>	<u>\$7 934 399 08</u>
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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. A copy is being filed with the secretary of the board for record.

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

(The student advisory vote was: Aye, Mr. Bandala, Mr. Cobb, Miss Forsyth; no, none.)

Report of Purchases Approved by the Acting Vice President for Business and Finance

(30) The acting vice president for business and finance 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 on behalf of the Capital Development Board. 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 April 1983 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, 1983

(32) The comptroller presented the investment report as of March 31, 1983.

Transactions under Finance Committee Guidelines

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
Sales:				
2/18	\$ 7 000	Merrill Lynch demand notes	\$ 7 000 00	\$ 7 000 00
2/22	255 000	Household Merchandising demand notes	255 000 00	255 000 00
2/25	422 000	Caterpillar Tractor demand notes	422 000 00	422 000 00
2/28	1 365 000	Boeing demand notes.....	1 365 000 00	1 365 000 00
2/28	134 000	Texas Commerce Bancshares demand notes	134 000 00	134 000 00
3/4	3 700 shares	R.J. Reynolds common stock	168 183 50	177 298 08
Purchases:				
2/14	6 000 shares	Foote Cone Belding common stock..	5.16%	\$ 255 600 00
3/1	\$ 4 000	Household Finance demand notes..	8.33	4 000 00

Transactions under Comptroller's Authority

Sales:				
2/18	\$ 2 000	Merrill Lynch demand notes	\$ 2 000 00	\$ 2 000 00
2/22	2 000	Associates demand notes....	2 000 00	2 000 00
2/24	1 000	Associates demand notes....	1 000 00	1 000 00
2/28	50 000	Household Finance demand notes	50 000 00	50 000 00
3/1	180 000	U.S. Treasury bills due 3/24/83	162 445 50	179 080 00
3/2	400 shares	Millipore common stock....	11 100 00	12 050 00
3/2	\$ 100 000	U.S. Treasury bills due 3/24/83	96 975 00	99 511 11
3/2	30 000	General Motors Acceptance demand notes	30 000 00	30 000 00
3/3	30 000	Household Finance demand notes	30 000 00	30 000 00
3/10	100 000	General Motors Acceptance demand notes	100 000 00	100 000 00
3/10	21 000	Household Finance demand notes	21 000 00	21 000 00
3/16	574 000	Merrill Lynch demand notes	574 000 00	574 000 00
3/16	226 000	Household Finance demand notes	226 000 00	226 000 00
3/17	1 700 000	U.S. Treasury bills due 7/14/83	1 617 312 19	1 653 021 45
3/25	22 shares	Greyhound common stock...	433 13	534 47
3/25	21 shares	Northern Indiana Public Service common stock.....	255 94	281 81
3/25	\$ 450 000	U.S. Treasury bills due 4/21/83	403 632 00	447 131 25

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
3/25	\$ 75 000	U.S. Treasury bills due 5/19/83	\$ 68 700 00	\$ 74 026 04
3/25	450 000	U.S. Treasury bills due 6/16/83	420 639 58	441 025 63
3/25	100 000	U.S. Treasury bills due 6/23/83	96 064 44	97 835 00
3/25	3 200 000	U.S. Treasury bills due 7/21/83	3 075 735 95	3 109 795 56
3/25	2 000 000	U.S. Treasury bills due 7/28/83	1 919 986 11	1 940 277 78
3/29	150 000	U.S. Treasury bills due 6/23/83	145 112 25	146 904 00
Purchases:				
2/14	\$ 7 000	Household Finance demand notes..	8.74%	\$ 7 000 00
2/17	2 000	Merrill Lynch demand notes.....	9.06	2 000 00
3/1	30 000	Federal Farm Credit 10% percent bonds due 9/1/87.....	10.12	30 000 00
3/2	3 500 000	U.S. Treasury bills due 3/24/83....	7.90	3 483 188 35
3/8	140 000	U.S. Treasury bills due 7/21/83....	8.32	135 763 25
3/10	75 000	Federal Farm Credit 10.65 percent notes due 1/20/93.....	10.72	74 648 44
3/10	75 000	Federal Home Loan Banks 10.70 percent notes due 1/25/93.....	10.74	74 765 63
3/10	140 000	U.S. Treasury bills due 7/28/83....	8.34	135 600 89
3/11	3 100 000	J.P. Morgan 8% percent promissory notes due 3/14/83.....	8.37	3 100 000 00
3/14	1 500 000	U.S. Treasury bills due 4/7/83....	7.96	1 492 080 00
3/14	453 000	Merrill Lynch demand notes.....	8.71	453 000 00
3/14	333 000	Associates demand notes.....	8.60	333 000 00
3/14	462 000	Household Merchandising demand notes	8.60	462 000 00
3/14	405 000	Texas Commerce demand notes....	8.74	405 000 00
3/14	691 000	Household Finance demand notes..	8.60	691 000 00
3/14	756 000	Caterpillar Tractor demand notes...	9.06	756 000 00
3/17	115 000	Continental Illinois National Bank 8% percent time deposit due 5/17/83	8.75	115 000 00
3/17	115 000	U.S. Treasury bills due 8/4/83.....	8.36	111 377 50
3/18	12 000	Associates demand notes.....	8.60	12 000 00
3/21	1 500 000	Continental Illinois National Bank 8% percent time deposit due 4/20/83	8.62	1 500 000 00
3/21	2 000 000	U.S. Treasury bills due 4/14/83....	8.04	1 989 333 33
3/24	100 000	U.S. Treasury bills due 7/21/83....	8.69	97 206 81
3/24	800 000	U.S. Treasury bills due 7/28/83....	8.69	776 361 11
3/24	875 000	U.S. Treasury bills due 9/1/83.....	8.83	841 750 00
3/24	100 000	U.S. Treasury bills due 9/8/83.....	8.81	96 050 67
3/24	100 000	U.S. Treasury bills due 11/3/83....	8.93	94 736 00
3/24	225 000	U.S. Treasury bills due 1/26/84....	9.10	208 733 75
3/24	200 000	U.S. Treasury 8% percent notes due 6/30/84	9.39	199 000 00
3/28	2 000 000	First National Bank of Chicago 8.85 percent certificate of deposit due 5/5/83	8.85	2 000 000 00
3/28	2 000 000	First National Bank of Chicago 8.85 percent certificate of deposit due 5/12/83	8.85	2 000 000 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
3/29	\$2 000 000	First National Bank of Chicago percent certificate of deposit due 5/18/83	8.90 8.90%	\$2 000 000 00
3/30	480 000	U.S. Treasury bills due 9/15/83....	8.97	460 598 80
3/30	15 000	U.S. Treasury bills due 9/22/83....	6.73	14 446 77
3/30	250 000	U.S. Treasury bills due 12/1/83....	9.09	235 376 67
3/30	50 000	U.S. Treasury bills due 3/22/84....	9.07	45 870 21
3/30	317 000	General Motors Acceptance demand notes	9.15	317 000 00
3/30	337 000	Household Finance demand notes...	9.01	337 000 00
3/30	70 000	Merrill Lynch demand notes.....	9.54	70 000 00
3/30	276 000	Texas Commerce demand notes.....	9.15	276 000 00
3/31	1 620 000	Continental Illinois National Bank 9% percent time deposit due 10/3/83	9.12	1 620 000 00

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

Quality Assurance Plan, University of Illinois Hospital

(33) The University of Illinois Hospital Quality Assurance Plan is closely related to the Health Sciences Center Risk-Management Program through active involvement of the campus risk manager and his staff on hospital committees which have major roles in the quality-assurance program of the hospital. The risk manager is a voting member of the Hospital Safety, Infections, Medical Records, and Quality Assurance Committees. He is also a member of the Medical Staff Review Board, which is composed of senior members of the medical staff, the campus legal counsel, representatives from hospital administration, and nursing. The board reviews potential cases of medical malpractice. The review is focused on identifying errors in the system and making recommendations for changes in policy and procedure to prevent future occurrences.

Another member of the risk management staff is a voting member of the Committee on Patient Relations which reviews patient complaints. These committee assignments involve risk management personnel in a variety of quality-assurance and risk-management activities ranging from patient complaints, documentation (medical records), safety, infection control, and quality-of-care audits (quality assurance) to actual and potential medical malpractice (Medical Staff Review Board). Such involvement permits the risk management program to educate the hospital staff, influence policy, and identify potential problems.

I recommend your approval of the program as described above.

(A letter from Vice Chancellor Schmidt and an accompanying document, describing the plan in detail, are filed with the secretary of the board for record.)

On motion of Mr. Stone, this program was approved.

SECRETARY'S REPORT

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

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

President Forsyth called attention to the schedule of regular meetings for the next three months: May 19, Chicago (University Center); June 16, Urbana-Champaign; July 21, Chicago (Health Sciences Center).

There being no further business, the board adjourned.

EARL W. PORTER
Secretary

WILLIAM D. FORSYTH, JR.
President

LUNCHEON GUESTS

Guests of the board at the luncheon included members of the search committee for the dean of the College of Agriculture at Urbana-Champaign.