

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

February 21, 1985



The February meeting of the Board of Trustees of the University of Illinois was held in Room 509-10, Chicago Circle Center, Chicago campus, Chicago, Illinois, on Thursday, February 21, 1985, beginning at 10:05 a.m.

President Nina T. Shepherd 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, Mr. William D. Forsyth, Jr., Mrs. Susan L. Gravenhorst, Mr. Ralph C. Hahn, Mr. George W. Howard III, Mr. Albert N. Logan, Mr. Dean E. Madden, Mrs. Nina T. Shepherd, Miss Ann E. Smith. Governor James R. Thompson was absent. The following non-voting student trustees were present: Mr. Kevin K. Lamm, Chicago campus; Mr. Paul Pittman, 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. Thomas E. Everhart, chancellor, University of Illinois at Urbana-Champaign; and the officers of the board, Dr. Craig S. Bazzani, comptroller (and vice president for business and finance of the University); Mr. Byron H. Higgins, university counsel; and Dr. Earl W. Porter, secretary.

EXECUTIVE SESSION

President Shepherd, 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 Mr. Forsyth and approved unanimously.

Settlement of Grudek, Catherine A., et al., vs. Sigel, et al.

(1) This is a medical malpractice case pending in the Circuit Court of Cook County (Case #83-L-3710). The deceased, Bruce Grudek, was a 29-year-old, morbidly obese person who weighed 470 pounds in 1982. He is survived by his wife, Catherine (age 31) and three children.

Mr. Grudek's weight was diagnosed as a serious threat to his health and life. When admitted to the University Hospital, he had a history of hearing loss, dizziness, blurring of vision, and nose bleeds. He could no longer support himself and needed crutches and a wheelchair. He was psychologically incapable of controlling his diet.

It was decided to perform a banded gastroplasty, a surgical procedure by which the stomach is reduced. One of the inherent dangers of this procedure is the perforation of the esophagus. The patient was informed of this risk.

On June 3, 1982, Dr. Raymond Pollak, senior resident, performed the surgery. Dr. Bernard Sigel, the attending physician, assisted. During the course of surgery, the lower end of the esophagus was perforated. However, it went unnoticed. Two days after surgery, Mr. Grudek developed a temperature which was thought to be related to an infection in the urinary tract.

On June 6, 1982, it became clear that the temperature was caused by an internal infection. Dr. Sigel opened up Mr. Grudek, and the perforation in the esophagus was located and repaired. However, Mr. Grudek failed to recover and died on June 8, 1982.

Dr. Edward Mason was consulted as an expert witness. He is a professor at the University of Iowa and is the foremost expert on the surgical procedure of banded gastroplasty. He made three points: (1) the perforation of the esophagus can occur without negligence, but recent developments in the procedure have gone far into eliminating this risk; (2) immediately after the procedure, and before closing the incision, the esophagus and the stomach should have been pressurized with liquid to test for perforation; and (3) the standard of practice was breached for delaying the second surgery until the seventh when the record reflects that it should have been done on the evening of the fifth.

A reserve of \$100,000 was placed on the case under the self-insurance program. Excess insurance coverage exists with Beacon Insurance Company for losses in excess of \$100,000. Our outside counsel, Baker and McKenzie, has advised that Beacon Insurance Company is anxious to settle this before the pretrial conference on February 22, 1985.

The vice president for business and finance, upon the advice of the university counsel, recommends that authority be granted to settle this matter and to expend an amount not to exceed \$100,000 (including costs of defense) from the University's Risk Management account for that purpose.

I concur.

On motion of Mr. Howard, this recommendation was approved by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr.

Hahn, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Miss Smith; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Lamm, Mr. Pittman; no, none.)

Release of Information Regarding the NCAA Investigation

President Ikenberry reported on his administrative decision to release such information and the reasons for it. The president's statement on this matter is as follows:

For more than two years, the University of Illinois has been engaged in a number of efforts to assure that its football program and other intercollegiate athletic programs operate in a sound and ethical manner, in full compliance with the regulations of the NCAA and the Big Ten Conference. It is crucial that athletic programs embody the ideals and the standards of excellence and integrity to which the University is committed.

As a result of our internal investigations and investigations conducted by the NCAA of our football program, it was determined that violations of NCAA regulations occurred during the 1980-82 period. New and strengthened controls have since been put in place, along with modifications of the structure for faculty oversight of intercollegiate athletic programs at the Urbana-Champaign campus to assure such infractions do not occur in the future. In addition, we have instituted a semi-annual compliance audit of football and other programs to assure that our controls are properly functioning.

For some months now, representatives of the media, including the student newspaper managed by the Illini Media Company, have requested access to all of the documents surrounding our internal investigations and the investigations of the NCAA pursuant to these matters. They have done so citing the Illinois Freedom of Information Act which became effective July 1, 1984. Following careful reading of this Act, and based on advice from counsel, it was my judgment as president of the University, and continues to be my judgment, that many if not all of the requested materials were indeed protected under the privacy provisions and related exclusions contained in the Act. The Illini Media Company disagreed with this interpretation and sought judicial relief. The court, through Judge Jack DeLaMar, concurred with the position taken by the Illini Media Company, and with a few exclusions, directed the University to release the documents. The University asked Judge DeLaMar to reconsider his opinion because of the implications his ruling would carry for students and others involved. He did so; but on January 17, 1985, basically reaffirmed his earlier opinion.

Despite serious reservations regarding the judge's interpretation of the law, I have decided the University will not appeal the decision. I have directed, effective Friday, February 8, that the documents in question be released by John Burness, associate chancellor and public records officer.

My strong reservations with Judge DeLaMar's ruling relate to three fundamental concerns. First, although Judge DeLaMar in his bench decision of January 17 stated that it was not his intent to reduce the privacy interest of the student athlete below that of other students, the effect of his ruling is to do precisely that. Second, my reading of the Freedom of Information Act clearly suggests that false charges, rumor, and innuendo unsubstantiated as a result of internal University disciplinary investigations are not subject to release under the provisions of the Free-

dom of Information Act. Third, I am troubled by the decision of the judge to order the release of names of individuals who, in many instances, have neither knowledge of the nature of the charges in which they are mentioned nor any access to the minimum provisions of due process so as to protect their personal interests and reputations.

While I strongly disagree with several fundamental aspects of Judge DeLaMar's decision, I have nonetheless ordered the release of the materials because of the overriding need to extinguish once and for all any lingering doubt about the determination of the University of Illinois to conduct its programs of intercollegiate athletics at the highest level of integrity.

The University of Illinois supports the right of public access to information as defined under the Freedom of Information Act. Universities are dedicated to the discovery and dissemination of truth. As a result of this release, the public will have the information available to former Chancellor John Cribbet and the NCAA's Committee on Infractions at the time they reached their decisions. Although there is nothing substantively new in these materials, their release will enable the public to weigh the evidence and to assess the propriety and the integrity of the corrective actions taken by the University and the NCAA.

Although the quality of the University of Illinois football program has improved significantly in recent years, transgressions such as those which occurred during the 1980-82 period will not be tolerated. Controls have been strengthened and appropriate safeguards put in place. Individuals responsible are aware that conduct inconsistent with the University's commitment to integrity in its athletic programs will result in dismissal. It is essential that the integrity of the University be above reproach, and it is in that spirit that I have reached the decision to order the release of the related materials.

Computer Store at Urbana

University counsel and others reported that a resolution of the legal dispute with local retailers is in sight. It is anticipated that an amended agreement with IBM would permit (although not require) the University to sell the IBM personal computers to faculty, staff, and students through authorized dealers rather than through the Illini Union Bookstore as has been the case. The University would continue to buy the machines from IBM at a discount; and local dealers would sell them to students, faculty, and staff at a price established by the University. Dealers would collect payment and provide maintenance and support for the machines. The University would continue to sell machines directly to its own departments. Although the agreement applies only to IBM equipment, the plan could be used as a model for arrangements with other manufacturers, although the University is not committed to such a step.

National Science Foundation Award for Supercomputer Facility

The president reported that a public announcement would be made on February 25 about the award from the National Science Foundation of a supercomputer facility of unusual significance at Urbana. The funds from NSF may exceed \$43 million; and with funds from additional sources, the total available for the facility over a period of five years should exceed

\$75 million. The supercomputer is designed to permit research and research applications at the highest level of computer sophistication, with involvement of the academic and industrial community, nationally and internationally.

At this time, President Shepherd announced the executive session would be adjourned for committee meetings.

MEETING OF THE BOARD AS A COMMITTEE OF THE WHOLE: HEARING, AUXILIARY DEBT SERVICE, CHICAGO HOUSING PROJECT

Following a meeting of the Committee on Buildings and Grounds, the board convened as a Committee of the Whole at 11:00 a.m. to conduct a hearing on the "Policy Options for Assignment of Debt Service and Fees for University Auxiliary Facilities."

In introducing this matter, President Ikenberry presented the following written statement, making clear that in doing so he would not be presenting a recommendation for specific action at the present meeting:

I would like to make some opening comments which may be useful as a framework for our discussion. For some months now, the board and University community have considered improvements to the auxiliary facilities system on our campuses in Urbana-Champaign and Chicago; and those consultative and study processes continue. Concurrently, we have also studied the financing policies that should underlie the assignment of debt service and repair and replacement obligations between and among facilities and campuses.

During this review, we have tended to focus on three policy alternatives, although one policy option effectively has been eliminated and more recently a new third option has emerged. We have examined the desirability of moving toward a University-wide student fee as a basis for financing all auxiliary enterprise improvements, including dormitories. I sense a general lack of enthusiasm for moving in this fundamentally new direction; and, therefore, we have effectively eliminated this option in our more recent planning.

Dr. Bazzani will outline the three policy options under consideration. Basically they include: (a) moving toward an explicitly defined, campus-specific model; (b) moving toward a user-oriented, University-wide model; and (c) moving toward an eclectic or pragmatic solution. The third alternative grows out of recent discussions with the University Senates Conference and suggestions that we examine the feasibility of this alternative.

It is important to ask: why the policy focus? Isn't there a policy to guide the assignment of debt-service obligations for auxiliary facilities? The answer is yes and no. Yes, we have a rich accumulation of past practice, but we do not have an explicit written policy to guide our planning.

Within this framework, it may be useful to describe our practice. The *operations* of auxiliary facilities are self-supporting, except the indirect State support provided through membership by employees in the State Universities Retirement System and in the State-funded health and hospital insurance programs. Capital facilities are funded by a University-wide, long-term financing program. Debt service obligations and repair and replacement assessments for auxiliary facilities are paid

from user fees, as in the case of dormitories, or in the form of student fee assessments. Housing residents pay for debt service assigned to housing, although arguably Urbana housing currently receives some apparent subsidy from Urbana student fees. The inevitable variations in interest rates and construction costs that occur over the years are spread among all students, on a campus-wide basis, but not necessarily on any explicit University-wide basis. Debt-service obligations currently carried by students differ significantly between the two campuses, with students residing in Chicago housing paying more per student in debt service than students in Urbana; students in Urbana contribute significantly more from student fees to debt service than do students in Chicago.

The question therefore is: what policy should guide the assignment of any new debt service and repair and replacement obligations resulting from additional auxiliary enterprise improvements authorized by the Board of Trustees? As a framework for assessing alternatives, I shared with the University Senates Conference, and now I share with you, certain factors which I intend to take into account as I frame a specific recommendation to place before the board in March:

- Is the policy understandable? I would hope our policy would serve as a useful guide in the assignment of debt service and repair and replacement obligations, both now and in the future, and to do so it must be understandable.
- Is it balanced? Even though the application of the policy at any point in time may appear to favor one campus or the other, over the long term the policy should be campus-neutral.
- Is it fair? As is the case of all University policies, the president and the trustees must be able to defend our policy as fair, equitable, and rational.
- Will it promote good management? The policy should not provide any disincentive to wise planning nor to careful judgment among priorities.
- And finally, is it consistent? This policy is simply one among many policies that guide our business and financial operations and the rational allocation of resources; therefore, it should be consistent with the overall policy framework.

I now turn to Dr. Bazzani to ask him to outline the three specific policy options presently under study and to respond to your questions. Following this, we would propose to hear from those representatives from the student body and the faculty of the University who have studied these issues in some depth and who wish to have an opportunity to convey their views to the board.

The president then asked Vice President Bazzani to review and present the various options that had been discussed — including a new one entitled the “eclectic” option, the net effect of which would be to subsidize the Chicago housing in part by assigning savings related to the debt restructuring to the project itself. A brief description of the three options is presented below. (Supplementary information displaying the arithmetic comparisons of the options is filed with the secretary for record.)

Alternate Financing Options

Campus-Specific Option assigns incremental debt service and repair and replacement on all new projects to the campus where they are located,

but not necessarily in a proportionate manner, by user constituency within the campus. The net effect would be to preserve variations in interest rates and construction costs between the two campuses.

University-wide Option assigns incremental debt service and repair and replacement on housing projects to housing residents at both campuses and fee-supported projects to fee-payers at both campuses. Costs are assigned to each campus: (a) based on the square footage and months of occupancy for housing residents; and (b) based on the replacement value of facilities for fee-payers. The net effect would be to remove variations in interest rates and construction costs between the two campuses.

Eclectic Option is similar to the campus-specific option except that it assigns all the savings related to the debt restructuring and "window" financing to the Chicago housing project. The net effect would be to subsidize the Chicago housing expansion.

A number of individuals from campus organizations had asked to speak. President Shepherd, who chaired the meeting, requested that remarks be limited to five or ten minutes by each person.

(Copies of statements from most of the individuals had been received by the board in advance of the hearing.)

Thomas W. Beckham, vice chancellor for student affairs at the Chicago campus, reviewed the background of the student housing project in Chicago. Others who spoke were: James Simon, chairman of the Urbana-Champaign Senate Council, who presented a supplementary document offering an alternative proposal for funding the project; John Wanat of the Senate Executive Committee, Chicago, who submitted information and emphasized support for the University-wide approach, at least on a one-time basis; David Edquist of the Student Government Association, Urbana-Champaign campus, who asked whether sufficient investigation of private sources for funding had been made, and who stated that the "eclectic" proposal deserved consideration (believing that students feared most a University-wide fee increase for students in University housing); David Starrett of the Student Government Association, Chicago campus, who favored University-wide support if private funding were insufficient; and Kathy Grezlak of Panhellenic at Urbana, who spoke against financial support of the project by Urbana students.

Following adjournment for luncheon, the committee reconvened for further discussion. The president and other trustees expressed the view that private support of the project was unlikely in view of the recent Campaign for Illinois.

The Board of Trustees reconvened in regular session at 3:00 p.m.

MINUTES APPROVED

The secretary presented for approval the press proof of the minutes of the Board of Trustees meeting of November 15, 1984, copies of which had previously been sent to the board.

On motion of Mr. Logan, these minutes were approved.
President Shepherd presented the following recommendation.

Amendment to the Bylaws of the Board of Trustees¹

(2) The president of the Board of Trustees, in consultation with other members of the board, has recommended amendment of Article IV, Section 6 of the Bylaws of the board.

ARTICLE IV. COMMITTEES OF THE BOARD

Sec. 6. The following shall constitute the regular or standing committees of the Board and the members thereof shall hold office for one year or until their successors are appointed:

The specific changes are as follows:

- a. Discontinue the General Policy Committee
Matters of policy now are routinely considered by the board meeting as a Committee of the Whole, a procedure which encourages full participation.
- b. Establish a Committee on Academic Affairs
Development and review of the academic mission of the University is one of the major concerns of the board. It is the intention of the trustees in establishing this committee to recognize and support the primacy of academic affairs in the University. Moreover, the committee is established in full recognition of the statutory responsibilities of the senates and the colleges with respect to matters of educational policy as provided in the *Statutes*.²

On motion of Mr. Howard, the Bylaws were amended by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr. Hahn, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Miss Smith; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Lamm, Mr. Pittman; no, none.)

STANDING COMMITTEES³

President Shepherd presented the standing committee appointments for 1985-86 as follows:

Academic Affairs⁴

GEORGE W. HOWARD III, Chairman

SUSAN L. GRAVENHORST

ALBERT N. LOGAN

*PAUL A. PITTMAN

GEORGE W. HOWARD III

*KEVIN K. LAMM

ALBERT N. LOGAN

Agriculture

DEAN E. MADDEN, Chairman

GEORGE W. HOWARD III

*PAUL A. PITTMAN

Affirmative Action/Equal Opportunity

ANN E. SMITH, Chairman

GALEY S. DAY

¹ To amend the Bylaws it is necessary that such amendments be submitted in writing and furnished to each member at the beginning of a regular meeting (Article VIII, Section 2).

² "When acting on matters having to do with educational policy and organization of the University, the board relies upon the advice of the University Senates, as transmitted to it by the president of the University. In these matters each Senate has a legitimate concern which justified its participation in the enactment and amendment of the primary statutes. The statutes dealing with educational policy and organization are incorporated in the *University Statutes*. The Board of Trustees reserves the power to initiate and make changes in the *University Statutes*; but before making changes it will seek the advice of the University Senates."

³ Nonvoting student members are designated by an asterisk.

⁴ A new committee, replacing the General Policy Committee.

Alumni

RALPH C. HAHN, Chairman
 WILLIAM D. FORSYTH, JR.
 DEAN E. MADDEN

Athletic Activities

WILLIAM D. FORSYTH, JR., Chairman
 GALEY S. DAY
 RALPH C. HAHN
 ALBERT N. LOGAN

Buildings and Grounds

ALBERT N. LOGAN, Chairman
 WILLIAM D. FORSYTH, JR.
 SUSAN L. GRAVENHORST
 *KEVIN K. LAMM
 DEAN E. MADDEN

Finance and Audit

GALEY S. DAY, Chairwoman
 GEORGE W. HOWARD III
 DEAN E. MADDEN
 *PAUL A. PITTMAN
 ANN E. SMITH

Nonacademic Personnel¹

DEAN E. MADDEN, Chairman
 GALEY S. DAY
 ANN E. SMITH

Student Welfare and Activities

SUSAN L. GRAVENHORST, Chairman
 RALPH C. HAHN
 *KEVIN K. LAMM
 *PAUL A. PITTMAN
 ANN E. SMITH

The president of the board and the president of the University are members, ex officio, of all committees, the president of the board with vote.

STATE UNIVERSITIES RETIREMENT SYSTEM REPRESENTATIVES

On motion of Mr. Logan, the incumbent University representatives on the State Universities Retirement System Board, Mr. Forsyth and Mr. Howard, were reelected.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President Ikenberry recognized and introduced observers from the campus senates and from the University Senates Conference.²

Other Matters

President Ikenberry emphasized a change of sentiment, now strongly in support of education at the State level. He cited the governor's announcement at a recent press conference about recommendations in support of higher education this year—the strongest in more than a decade. He noted that the funds recommended, if ultimately appropriated, would allow significant improvement in faculty salaries and would provide material help in the University's competitive situation; also, that funds for price increases and for programmatic improvements would be of great importance, in particular, funds recommended for the revitalization of buildings, laboratories, and physical facilities.

REGULAR AGENDA

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

¹ By custom the board has elected the members of this committee to serve as the board's representatives on the Civil Service Merit Board.

Note: Appointments to the Patents Committee and the Special Committee for the Trustees' Distinguished Service Medallion Award are deferred, pending further consideration.

² University Senates Conference: Jan Rócek, professor and head of the Department of Chemistry, Chicago campus; Urbana-Champaign Senate Council: Margaret O. Friedman, associate professor of library administration and history, and philosophy librarian; Chicago campus Senate: Stanley K. Shapiro, professor and head of the Department of Biological Sciences.

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 16 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Award of Certified Public Accountant Certificates

(3) The Committee on Accountancy recommends that the certificate of certified public accountant be awarded to 1,133 candidates who passed the uniform written examination on November 7-9, 1984, in Illinois and who have fulfilled all other legal requirements under Sections 1, 2, and 3 of the Illinois Public Accounting Act of 1983, as amended. The names of the candidates are filed with the secretary.

The Committee on Accountancy recommends that the certificate of certified public accountant be awarded under Section 5 of the Illinois Public Accounting Act of 1983 to fourteen candidates who have presented evidence that they are holders of valid and unrevoked certified public accountant certificates obtained by passing the uniform written examination in another state or territory of the United States and who qualify in all other respects under this provision. The names of the candidates are filed with the secretary.

The Committee on Accountancy, pursuant to Rule 15(d) of the Regulations, also recommends that the certificate of certified public accountant be awarded to twenty-five candidates who wish to transfer the examination credit earned by passing the uniform written examination in another state and who have fulfilled all other legal requirements under Sections 1, 2, and 3 of the Illinois Public Accounting Act of 1983, as amended. The names of the candidates are filed with the secretary.

I concur in these recommendations.

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

Head, Department of Computer Science, Urbana

(4) The chancellor at Urbana-Champaign, after consultation with the acting dean of the College of Engineering, has recommended the appointment of Charles W. Gear, presently professor of computer science, electrical and computer engineering, and applied mathematics, as head of the Department of Computer Science, beginning August 21, 1985, on an academic year service basis at an annual salary of \$76,500.

Dr. Gear will continue to hold the rank of professor on indefinite tenure. He will succeed Professor James N. Snyder who has asked to be relieved of this administrative assignment.

The nomination is made on the recommendation of a search committee¹ and after consultation with members of the faculty of the department.

The vice president for academic affairs concurs.

I recommend approval.

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

Appointments to the Faculty

(5) The following new appointments to the faculty of the rank of assistant professor

¹ Ralph O. Simmons, professor of physics and head of the department, *chairman*; Kenneth I. Appel, professor of mathematics; Geneva G. Belford, professor of computer science; Edward S. Davidson, professor of electrical and computer engineering and research professor of computer science and in the Coordinated Science Laboratory; Nachum Dershowitz, associate professor of computer science; Samuel N. Kamin, assistant professor of computer science; William J. Kubitz, associate professor of computer science; Duncan H. Lawrie, professor of computer science; Chung Laung Liu, professor of computer science.

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

- MIR M. ALI, associate professor of architecture, January 6, 1985, through August 20, 1986 (Q), at an annual salary of \$26,000.
- PRITHVIRAJ BANERJEE, assistant professor of electrical and computer engineering, and research assistant professor in the Coordinated Science Laboratory, beginning January 6, 1985 (1;N), at an annual salary of \$36,000.
- STEVEN J. FRANKE, assistant professor of electrical and computer engineering, beginning January 6, 1985 (N), at an annual salary of \$36,000.
- W. KENT FUCHS, assistant professor of electrical and computer engineering and research assistant professor in the Coordinated Science Laboratory, beginning January 6, 1985 (1;N), at an annual salary of \$36,000.
- STEVE GRANICK, assistant professor of ceramic engineering, beginning January 6, 1985 (1), at an annual salary of \$35,000.
- ANGUS G. HEPBURN, associate professor of plant molecular genetics in agronomy, beginning January 21, 1985 (AY), at an annual salary of \$45,000.
- ERHAN KUDEKI, assistant professor of electrical and computer engineering, beginning January 6, 1985 (N), at an annual salary of \$36,700.
- JAMES H. LONG, assistant professor of civil engineering, beginning January 6, 1985 (N), at an annual salary of \$36,000.
- VASANT B. RAO, assistant professor of electrical and computer engineering, and research assistant professor in the Coordinated Science Laboratory, beginning January 6, 1985 (N), at an annual salary of \$36,000.
- BONNIE L. ROACH, assistant professor of labor and industrial relations, beginning January 6, 1985 (N), at an annual salary of \$32,000.
- WILLIAM B. ROSE, research assistant professor in the Small Homes Council-Building Research Council, beginning January 21, 1985 (1Y), at an annual salary of \$22,000.
- PETER D. SHERER, assistant professor of labor and industrial relations, beginning January 6, 1985 (N), at an annual salary of \$30,000.

Chicago

- THOMAS R. DORSCH, assistant professor of clinical medicine, on 80 percent time, and physician surgeon, on 20 percent time, College of Medicine at Peoria, beginning February 1, 1985 (1Y80;NY20), at an annual salary of \$69,000.
- EDUARD DVORAK, assistant professor of radiology, on 51 percent time, and physician surgeon, on 49 percent time, College of Medicine at Chicago, beginning December 17, 1984 (1Y51;NY49), at an annual salary of \$96,000.

ASGERALLY T. FAZLEABAS, research assistant professor of obstetrics and gynecology, College of Medicine at Chicago, beginning February 1, 1985 (1Y), at an annual salary of \$29,000.

LARRY S. GOLDMAN, assistant professor of psychiatry, on 92 percent time, and physician surgeon, on 8 percent time, College of Medicine at Chicago, beginning January 1, 1985 (1Y92;NY8), at an annual salary of \$60,000.

EARL D. HOLLANDER, assistant professor of sociology in community medicine, College of Medicine at Rockford, beginning February 1, 1985 (1Y), at an annual salary of \$28,000.

VIJAY K. RAJ, assistant professor of electrical engineering and computer science, beginning January 1, 1985 (1), at an annual salary of \$33,000.

Administrative Staff

ANTHONY J. ANIELLO, associate vice president, Administrative Information Systems and Services, beginning January 21, 1985 (NY), at an annual salary of \$72,000.

ROGER G. CLARK, director of Committee on Institutional Cooperation, Urbana, beginning January 15, 1985 (NY), at an annual salary of \$60,000.

SHARNA L. FETMAN, director of Hospital Marketing, University of Illinois Hospital, Chicago, beginning January 7, 1985 (NY), at an annual salary of \$39,000.

STEPHEN K. RUGG, associate vice president for planning and budgeting, beginning January 21, 1985 (NY), at an annual salary of \$56,000.

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

Undergraduate Instructional Awards for the Summer of 1985, Urbana

(6) The Undergraduate Instructional Awards Program at the Urbana-Champaign campus seeks to encourage faculty in the improvement of the quality of undergraduate instruction. The awards provide salary for one or two months (one-ninth or two-ninths of the academic year salary) plus incidental expenses and graduate assistant support as required.

Applications for the awards are evaluated and ranked at the departmental, school, and college levels before being judged by a campus-wide committee. The committee selects those proposals believed to promise the greatest potential benefit to undergraduate instruction.

The vice chancellor for academic affairs has recommended the following awards for the summer of 1985:

| | <i>Salary</i> | <i>Expense</i> | <i>Total</i> |
|--|---------------|----------------|--------------|
| ORVILLE V. BURTON, associate professor of history | \$ 5 833 | \$ 3 480 | } \$14 869 |
| JOHN A. LYNN, associate professor of history..... | 5 556 | | |
| HADI S. ESFAHANI, assistant professor of economics | 6 111 | 2 035 | } 17 013 |
| SALIM RASHID, associate professor of economics... | 8 867 | | |
| JOHN H. HAGGE, assistant professor of English... | 4 667 | 600 | 5 267 |
| ROBERT W. HENDERSEN, associate professor of psychology | 6 233 | 1 100 | 7 333 |
| DAVID N. RUZIC, assistant professor of nuclear engineering | 7 778 | 14 500 | 22 278 |
| DAVID A. WHETTEN, professor of business administration | 10 556 | 9 200 | 19 756 |

Funds have been included in the appropriation bill of the General Assembly to meet the ordinary and contingent expenses of the University for Fiscal Year 1986 and will be included in the operating budget of the vice chancellor for academic affairs to be submitted to the board. These awards are subject to the availability of such funds.

The chancellor at Urbana-Champaign concurs in these recommendations as does the vice president for academic affairs.

I recommend approval.

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

Waiver of Tuition, Chicago (Suez Canal University)

(7) The chancellor at Chicago has recommended that tuition waivers be granted to twelve, selected members of the medical faculty of Suez Canal University in Ismailia, Egypt, for coursework leading to the Master of Health Professions Education, a degree offered by the University's Center for Educational Development. All costs will be borne by the United States Agency for International Development.

Opened in 1981, Suez Canal University offers an innovative, community-oriented medical curriculum. The present faculty seek to increase their knowledge of medical education in order to maintain the integrity of their curriculum as enrollment expands and the program matures. The center has been asked to provide instruction leading to the master's degree for qualified members of the Suez faculty; and the instruction will, for the most part, take place in Egypt.

Since all program costs are covered, to charge the students tuition would be a double charge.

The waiver of tuition would be granted for ten quarters, from the spring of 1985 through the summer of 1987.

The vice president for academic affairs and the vice president for business and finance concur.

I recommend approval.

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

Establishment of a Teaching Requirement for Doctoral Students in the Department of Finance, Urbana

(8) The Urbana-Champaign Senate has recommended that a teaching requirement for Ph.D. candidates in finance be established as a graduation requirement. Each doctoral student will be required to teach a minimum of one course for at least one semester.

Most Ph.D. recipients in finance pursue academic careers; therefore, the faculty of the Department of Finance believes that each doctoral student should be involved in the instructional process while enrolled in the doctoral program. This requirement will not alter the departmental budget. All students can be accommodated within existing resources.

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

President's Report on Actions of the Senates

Renaming of the Center for Asian Studies, College of Liberal Arts and Sciences, Urbana

(9) The Urbana-Champaign Senate has approved the renaming of the Center for Asian Studies as the Center for East Asian and Pacific Studies.

The faculty of the Center for Asian Studies voted to separate the South and West Asian component from the center, and the faculty in those areas of study have formed a separate and distinct program within the School of Social Sciences Office. Therefore, in order to reflect accurately that the center's faculty now specialize in East and Southeast Asia and Oceania, the name should be changed as indicated. There are no implications for the names of the degree programs or the degrees in the center. The degree programs officially will remain under the center.

There are no budgetary or staff implications. The effective date for the proposed name change is July 1, 1985.

Revision of the Teacher Education Minor in Accountancy

The Urbana-Champaign Senate has approved a revision of the teacher education minor in accountancy. The revision increases the number of required hours for graduation from 21-22 to 24. A computer science course and a business education course have been added as requirements and the number of hours of electives in the minor have been reduced by 2 to 3 hours.

The proposed revision will provide students with a strong computer and methodology background and will bring the program into compliance with the Illinois State Board of Education requirements for a second teaching field.

Conversion of the B.A. Curriculum in Speech and Hearing Science to a Field of Concentration in the Sciences and Letters Curriculum

The Urbana-Champaign Senate has approved the conversion of the B.A. Curriculum in Speech and Hearing Science to a Field of Concentration in the Sciences and Letters Curriculum in the College of Liberal Arts and Sciences. The B.A. Curriculum in Speech and Hearing Science originally was designated to provide a technical background for students who had decided to pursue a scientific career in speech and hearing science. However, students usually did not make such a decision as an undergraduate; rather, in graduate school. Because of the decision being delayed, the curriculum was revised to a broad and general one designed to provide a liberal arts education consistent with the current General Education requirements of the college. Therefore, the faculty of the college see the curriculum as appropriately part of the Sciences and Letters Curriculum, rather than as a free-standing curriculum within the college.

There are no changes in requirements of the proposed field of concentration since the B.A. Curriculum in Speech and Hearing Science conforms to the Sciences and Letters Curriculum requirements.

Current students in the curriculum will be accommodated by being given the choice of completing their studies in the curriculum or switching to the field of concentration.

Revision of Degree Requirements, Master of Arts in Sociology, Chicago

The Chicago Senate has approved the following changes in the degree requirements for the Master of Arts in Sociology: (1) redefined the sociological research methods sequence, Sociology 400-401-402, from a practicum format under which students worked collectively on a research topic to a more individualized approach; (2) reduced the number of hours of the 400-402 sequence from 12 to 8; (3) added a new course, Sociology 403—Research Writing: Master's Paper, 4 hours; (4) added a new requirement of either Sociology 371—Population or Sociology 373—Human Ecology, in order to compensate for the removal of this material from the master's comprehensive examination; and (5) increased the total hours of course work from 28 to 32.

The change in sociological research methods from a group-project approach to a more individualized approach will allow students greater flexibility in pursuing specialized interests at an earlier point in their graduate work.

The removal of demography/human ecology from the master's comprehensive examination will enable more intense scrutiny of master's candidates in the remaining substantive fields of social organization and social psychology.

Establishment of a Minimum Grade Requirement, Master of Science in Industrial and Systems Engineering, Chicago

The Chicago Senate has approved a proposal of the Department of Industrial and Systems Engineering under which credit would not be counted toward the graduate degree for any course in which a grade of less than "C" has been earned.

This change was approved in order to have uniform policies for graduate degree requirements in all departments in the College of Engineering.

Establishment of a Minimum Doctoral Grade Requirement, Ph.D. in Social Work, Chicago

The Chicago Senate has approved the following requirement of the Jane Addams College of Social Work: Any doctoral student who receives a final grade of "C" or lower in more than one of the five core courses required of all JACSW doctoral students will be dropped from the program.

In the past, students who have received more than one "C" or a lower grade in core course work have been allowed to remain in the program, but ultimately failed to pass the comprehensive examination and had to leave the program. The college feels that it is more humane for all involved to have students leave the program earlier, rather than after they have invested a year or two of study.

Revision of Options I, II, and III, Bachelor of Science in Physical Education, Chicago

The Chicago Senate has approved revisions to all three options of the Bachelor of Science in Physical Education including the following:

The number of hours required for the degree has been changed (Option I, from 189 to 196; Option II, from 197 to 196; and Option III, from 186 to 180); credit and course changes have been made in conformance with campus requirements; and four courses have been added to the physical education core.

The changes in all three options have been proposed and approved in order to address the expanded knowledge base in physical education, to place more emphasis (in the teacher certification programs of Options I and II) on field experience and competency in analyzing and teaching skills, and to expand the activity curriculum as a result of the increased number of skills courses being taught at the elementary and secondary levels.

The addition of the preresearch program in exercise physiology to Option III is designed to give students the necessary background in basic sciences — chemistry, physics, and mathematics.

The addition of a nonteaching certification, dance-education program to Option III is intended to give dance students more intensive training and practice.

The Criteria for Graduation with Honors, College of Health, Physical Education, and Recreation, Chicago

The Chicago Senate has approved changes to the criteria for graduation with honors in the College of Health, Physical Education, and Recreation. The changes include: (1) the establishment of uniform criteria for students enrolled in all three options of the program leading to the Bachelor of Science in Physical Education (in the past, students in Option III had to meet slightly different requirements); and (2) the addition to distinction for the completion of PE 298 with a minimum grade of "B" (PE 298 is currently required for both high distinction and highest distinction).

The purpose of the changes is to establish for all physical education students uniform criteria for graduation with honors.

Revision of the Dance Minor, College of Health, Physical Education, and Recreation, Chicago

The Chicago Senate has approved the following changes to the Dance Minor in the College of Health, Physical Education, and Recreation: (1) added PE 197—Bioscience of Dance (4 hours) as a required course; (2) added two existing courses, PE 225—History and Philosophy of Dance (4 hours) and PE 226—Dance

Composition and Choreography (2 hours) as required courses; (3) added PE 146-Tap and Clog Dancing (2 hours) as an optional course; (4) dropped PE 227-Instructional Techniques in Dance (2 hours) as a required course; (5) dropped an unspecified, required, 4-hour theory course; and (6) reduced the number of dance electives from 12 to 8 hours.

The purpose of the changes is to strengthen the Dance Minor, especially in light of the proposed dance specialization of the Option III, nonteacher certification program.

Revision of the Major in Biological Sciences, Bachelor of Science in Liberal Arts and Sciences, Chicago

The Chicago Senate has approved the following changes to the major in biological sciences: (1) increased the genetics requirement from two (one lecture, one laboratory) to three courses (two lectures, one laboratory); and (2) added a statement to the major that the new student/practice teaching sequence, BioS. 301 and 302, would not count toward the biological sciences major.

As a result of the rapidly expanding technologies in the field of genetics, the Department of Biological Sciences concluded that the knowledge covered in the current single lecture course (BioS. 240) was too great and proposes to add a second lecture course to the genetics requirement.

The department also clarified the electives requirement for the biological sciences major by stating that students could not count toward the biological sciences major two new courses required of teacher education majors, *i.e.*, BioS. 301 and 302-Educational Practice with Seminar I and II (16 hours).

Revision of the Bachelor of Arts in Design; Revision of the Bachelor of Arts in Studio Arts; Revision of the Bachelor of Arts in Art Education, Chicago

The Chicago Senate has approved a proposal by the School of Art and Design to: (1) increase the required hours in History of Architecture and Art from 12 to 20 hours in the Design, Studio Arts, and Art Education curricula; and (2) reduce by 8 the number of elective hours in each of the degree programs.

This change is recommended in order to meet one of the guidelines of the National Association of Schools of Art and Design that requires a minimum of ten percent of all course work for the degree to be taken in art history.

There is no change in the total number of hours required for the degrees.

Revision of the Major in German, Bachelor of Arts in Liberal Arts and Sciences; Revision of the Teacher Education Major in German; Bachelor of Arts in the Teaching of German; Revision of the Teacher Education Minor in German, Chicago

The Chicago Senate has recommended the following changes for the major in German and the teacher education major in German: (1) dropping German 204 (4 hours) from the list of required courses in the major in German and the teacher education major in German, and from the list of optional courses in the teacher education minor in German; and (2) increasing by one the number of elective courses required for the majors, in order to compensate for the elimination of German 204.

The course material in German 204 has been absorbed into German 201-203, and dropping 204 will eliminate the overlap. Adding an elective course in each of the major programs preserves the minimum 48 hours required for the degree and provides students with an opportunity to take a wider variety of courses at the upper division level.

This report was received for record.

Change in Designation, Curriculum and Baccalaureate in French Commercial Studies, Chicago

(10) The Senate at the Chicago campus has recommended the redesignation of the Curriculum in French Commercial Studies as the Curriculum in French Business Studies, and the redesignation of the Bachelor of Arts in French Commercial Studies as the Bachelor of Arts in French Business Studies.

The Department of French is virtually alone among similar programs in the United States in using the term "commercial" instead of "business" to identify this type of program. In addition, the term "commercial" tends to suggest nonbaccalaureate pursuits, such as secretarial training, rather than a degree program.

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

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

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

Change in Designation, Department of Quantitative Methods and Bachelor of Science in Quantitative Methods, Chicago

(11) The Senate at the Chicago campus has recommended the redesignation of the Department of Quantitative Methods as the Department of Information and Decision Sciences, and, correspondingly, the redesignation of the Bachelor of Science in Quantitative Methods as the Bachelor of Science in Information and Decision Sciences.

The department has found that its current name is not sufficiently informative to students (high school, undergraduate, and graduate), faculty at other universities, and recruiters and others from the business world with regard to the range of subjects covered. The department covers four distinct areas of research and teaching: statistics, management information systems, operations research, and operations management. In addition, the terms "information sciences" and "decision sciences" are ones commonly used in the names of similar departments in other business schools.

The department believes that the proposed departmental name and degree title will help attract students, provide better recognition in business and academe, and aid in the placement of graduates.

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

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

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

Change in Designation, Department of Slavic Languages and Literatures, Chicago

(12) The Senate at the Chicago campus has recommended the redesignation of the Department of Slavic Languages and Literatures as the Department of Slavic and Baltic Languages and Literatures.

The proposed change will acknowledge the Lithuanian program as part of the department's offerings. The Lithuanian program has long had equal status among the department's programs, and the new name will provide the formal recognition and visibility it deserves.

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

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

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

Designation of Clinical Research Unit, Lions of Illinois Eye Research Institute, Chicago

(13) The chancellor at Chicago has recommended that a portion of the ground floor of the Lions of Illinois Eye Research Institute be named in honor of Edwin and Lois Deicke, major donors to the fund-raising campaign. The area to be named will contain a clinical research unit to which ambulatory patients will be referred for specialized care.

The "Edwin F. and Lois Deicke Eye Center" will be designated by a sign outside the building indicating the clinical research unit entrance and by appropriate signs inside the building.

I concur.

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

Designation of "Foellinger Auditorium," Urbana

(14) The chancellor at the Urbana-Champaign campus has recommended that the Auditorium on the campus be named the Foellinger Auditorium in honor of Miss Helene R. Foellinger, whose gifts have made possible the preservation and enhancement of this campus landmark. Miss Foellinger, a member of the Class of 1932, has served as president of the News Publishing Company and Fort Wayne Newspapers, Inc., and as publisher of the Fort Wayne *News-Sentinel*. She has been an active member of the University of Illinois Foundation, serving as a director and as a member of the Illinois Cabinet.

The Auditorium, which was opened for use in 1907, was designed by Clarence Howard Blackall, a graduate of the Class of 1877. Miss Foellinger's gifts have not only provided funds for renovation, but have also permitted the completion of the original design — elements of which were deleted due to lack of funds when the Auditorium was constructed.

I recommend approval.

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

Establishment of Student Legal Service, Chicago

(15) The chancellor at the Chicago campus has recommended that a Student Legal Service be adopted for the Chicago campus for a two-year trial period. Initially, it would be staffed by one full-time attorney, who will be an independent contractor, and students from local law schools seeking clinical credit. The service has received the approval of the Chicago Bar Association; registration with the Illinois Supreme Court is planned.

During the first year, students will be provided with an evaluation of their problems and referred to the appropriate source for representation. Educational programs and literature will be provided. No legal representation by the attorney or law students would be given Chicago students during the first year.

If student demand for additional services is demonstrated during the first year of the trial program and if funding is recommended by the Student Fee Advisory Committee, the second year of the trial period would include a legal representation program under guidelines consistent with the Urbana Student Legal Services Plan. An evaluation of the Chicago program, whether advisory or representational, will be provided to the trustees at the end of the trial period.

The Student Fee Advisory Committee has indicated its willingness to support the Student Legal Service with student fee revenues of approximately \$1 per student per quarter on a recurring basis, in addition to \$40,000 which has been approved on a nonrecurring basis for developmental costs. A survey conducted by the Survey Research Laboratory and the Office of the Vice Chancellor for Student

Affairs concluded that Chicago students are interested in and willing to support the establishment of a service supported by student fees.

I recommend approval.

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

Transfer of Hedging Account, University Farms

(16) Commodities produced on the University's endowment farms generate funds for a variety of programs, including scholarships, fellowships, maintenance of the Allerton Park and Conference Center, student loans, and 4-H.

Hedging commodities is a part of farm management, reducing the risk associated with commodity production and sales, and is conducted through a registered commodity futures representative employed by a clearing member of the major commodity exchanges. On June 16, 1983, the Board of Trustees approved the transfer of the account to Shearson/American Express Inc.

The company has recently closed its local office. Authority now is requested to transfer the University's hedging account to Stotler and Company, Champaign.

The University will be required to pay Stotler its standard brokerage fee for the transactions handled. The fee is a regular farm expense, similar to feed, seed, or fertilizer, and will be paid from endowment farm income.

Accordingly, the dean of the College of Agriculture has recommended the continuance of a hedging account to be administered by the farm manager under his responsibility for marketing crops grown on endowment farms.

The chancellor at Urbana-Champaign, with the concurrence of the vice president for business and finance, has recommended that the board adopt the following resolutions authorizing the establishment of such an account with Stotler and Company.

I concur.

Corporate Resolutions

First: The Comptroller of The Board of Trustees of the University of Illinois, or Professor Donald G. Smith, University Farm Manager; or Dennis W. Gehrt, Associate University Farm Manager; Darrel L. Good, Associate Professor, Agricultural Economics, or any person so designated by the Dean of the College of Agriculture, be, and each of them hereby is, authorized and empowered, for and on behalf of the University of Illinois (herein called the "University") to establish and maintain agricultural commodity margin accounts with Stotler and Company for the purpose of purchasing, investing in, or otherwise acquiring, selling (including short sales), possessing, transferring, exchanging, pledging, or otherwise disposing of, or realizing upon, and generally dealing in and with any and all agricultural commodities, commodity options and/or contracts for the future delivery thereof, whether represented by trust, participating and/or other certificates or otherwise, to execute any and all documents and agreements with Stotler and generally to do and take all action necessary in connection with the accounts, or considered desirable by such officer and/or agent with respect thereto.

Second: Stotler may deal with any and all of the persons directly or indirectly by the foregoing resolution empowered, as though they were dealing with the University directly and may rely upon any certification given in accordance with these resolutions, as continuing fully effective until and unless Stotler shall receive written notice to the contrary.

Third: The Secretary of the Board of Trustees of the University of Illinois be, and is authorized, empowered and directed to certify, under the seal of the University, or otherwise to Stotler: (a) a true copy of these resolutions; (b) specimen signatures of each and every person empowered by these resolutions; (c) a certification that the University is duly organized and existing, that its charter empowers it to transact the business by these resolutions.

Fourth: In the event of any change in the office or powers of persons hereby empowered, the Secretary shall certify such changes to Stotler in writing, which notification, when received, shall be adequate both to terminate the powers of the persons theretofore authorized, and to empower the persons thereby substituted.

Fifth: The foregoing resolutions and the certificates actually furnished to Stotler by the Secretary of The Board of Trustees pursuant thereto be, and they hereby are, made irrevocable until written notice of the revocation thereof shall have been received by Stotler.

On motion of Mr. Howard, the foregoing resolutions were adopted.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 17 through 20 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Contracts for Remodeling, Obstetrics Clinic, General Hospital, Chicago

(17) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts to remodel the Obstetrics Clinic in the Department of Obstetrics and Gynecology at the General Hospital, Chicago. The award in each case is to the low base bidder.

| <i>Division I — General</i> | <i>Base Bid</i> |
|---|-----------------|
| Poulos Bros. Construction Co., Inc., Chicago..... | \$119 000 |
| <i>Division II — Plumbing</i> | |
| Ewing-Doherty Mechanical, Inc., Bensenville..... | 15 000 |
| <i>Division III — Mechanical and Process Piping</i> | |
| Oak Brook Mechanical Services, Inc., Elmhurst..... | 27 280 |
| <i>Division IV — Ventilation</i> | |
| Pullman Construction Industries, Inc., Chicago..... | 28 890 |
| <i>Division V — Electrical</i> | |
| Hoffman Electric Company, Rosemont..... | 29 110 |
| <i>Total</i> | \$219 280 |

The project is to remodel 3,800 square feet of space in order to improve the facilities for an increasing number of patients. The work will involve functional areas for patient registration, waiting and examination areas, laboratory services, and rooms for medical staff work and storage.

Funds are available from the Hospital Income Fund.

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

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

(The student advisory vote was: Aye, Mr. Lamm, Mr. Pittman; no, none.)

Contractor's Fees for Minor Building Alterations, Repairs, and New Construction Work, Urbana

(18) On May 17, 1984, the Board of Trustees approved the award of a cost-plus contract for general work for minor building alterations, repairs, and new con-

struction at the Urbana-Champaign campus. The contract is for the fiscal year ending on June 30, 1985, and was awarded to Dean Evans Company, Champaign.

The volume of work assigned to the contractor has exceeded the maximum control dollar value (\$300,000). Since additional work is anticipated before June 30, 1985, the work was rebid on February 6, 1985, for the period March 1 to June 30, 1985.

The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contract for the period March 1 through June 30, 1985, the award being to the low bidder:

| <i>Contractor</i> | <i>Percent of Material</i> | <i>Percent of Labor</i> | <i>Percent for Subcontractors</i> | <i>Total Estimated Fee Payments</i> |
|-------------------------|------------------------------------|---------------------------------|---|---|
| Dean Evans Company..... | 5 | 39 | 2 | \$98 600 |

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

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

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

(The student advisory vote was: Aye, Mr. Lamm, Mr. Pittman; no, none.)

Contract for Phase III Window Replacement, Gregory Drive Residence Halls, Urbana

(19) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of a contract to Konet Creative Window Designs, Inc., of Oak Lawn for \$271,910 to remove the existing windows and to install 250 aluminum window units in Hopkins Hall 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 Mr. Logan, this contract was awarded by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr. Hahn, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Miss Smith; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Lamm, Mr. Pittman; no, none.)

Purchases

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

The purchases were 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 \$ 269 290 00

From Institutional Funds

Recommended 876 343 65

Grand Total \$1 145 633 65

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. Logan, the purchases recommended were authorized by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr. Hahn, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Miss Smith; no, none; absent, Governor Thompson.

(The student advisory vote was: Aye, Mr. Lamm, Mr. Pittman; no, none.)

Report of Finance and Audit Committee on Treasurer's Bond

(21) The Finance and Audit Committee reports that the University has obtained a treasurer's bond in the amount of \$6,000,000 with the Kemper Insurance Companies as surety and Bernard T. Wall as principal.

The Finance and Audit Committee has accepted the bond and reports its receipt for record.

This report was received for record.

Comptroller's Monthly Report of Contracts Executed

(22) The comptroller submitted the February 1985 report of contracts. The report included contractual agreements for payments to the University and contracts in amounts up to \$50,000, 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 January 31, 1985

(23) The comptroller presented the investment report as of January 31, 1985.

Transactions under Finance and Audit Committee Guidelines

| <i>Date</i> | <i>Number</i> | <i>Description</i> | <i>Cost/Yield</i> | <i>Amount</i> |
|---------------|---------------|--|-------------------|---------------|
| Sales: | | | | |
| 12/24 | 2 100 shares | Scientific Atlanta common stock | \$ 22 352 40 | \$ 21 681 77 |
| 12/26 | 600 shares | Scientific Atlanta common stock | 6 386 40 | 6 419 78 |
| 12/27 | 2 400 shares | Consolidated Freightways capital stock | 56 196 00 | 65 762 50 |
| 12/27 | \$ 400 000 | GMAC demand notes..... | 400 000 00 | 400 000 00 |
| 12/27 | 250 000 | Illinois Bell Telephone 8 percent bonds due 12/10/04.... | 240 790 00 | 176 449 44 |
| 12/27 | 1 600 shares | Scientific Atlanta common stock | 17 030 40 | 16 818 63 |

| <i>Date</i> | <i>Number</i> | <i>Description</i> | <i>Cost/Yield</i> | <i>Amount</i> |
|-------------|---------------|--|-------------------|---------------|
| 1/9 | 100 shares | Scientific Atlanta common stock | \$ 1 064 40 | \$ 1 044 96 |
| 1/10 | 196 shares | General Motors Class E stock | 5 646 34 | 8 142 54 |
| 1/10 | 400 shares | Scientific Atlanta common stock | 4 257 60 | 4 247 46 |
| 1/14 | 1 200 shares | Scientific Atlanta common stock | 12 772 80 | 12 653 57 |
| 1/14 | 7 400 shares | Raytheon common stock..... | 297 295 00 | 297 248 07 |
| 1/17 | 13 000 shares | National Medical Enterprises common stock..... | 292 914 43 | 293 075 19 |
| 1/18 | 4 200 shares | Delta Airlines common stock | 173 823 90 | 186 557 77 |
| 1/18 | 5 526 shares | Monsanto common stock.... | 156 292 06 | 233 023 63 |
| 1/22 | \$ 437 000 | Tenneco demand notes..... | 437 000 00 | 437 000 00 |
| 1/31 | 75 000 | Ford Motor Credit demand notes | 75 000 00 | 75 000 00 |
| 1/31 | 2 200 shares | Square D common stock..... | 80 476 00 | 91 120 95 |

Purchases:

| | | | | |
|-------|---------------|-------------------------------------|-------|--------------|
| 12/24 | \$ 22 000 | Eli Lilly demand notes..... | 8.50% | \$ 22 000 00 |
| 12/26 | 6 000 | Tenneco demand notes..... | 8.16 | 6 000 00 |
| 12/27 | 1 000 shares | American President common stock.. | -0- | 31 955 00 |
| 12/27 | 2 200 shares | Altos Computer Systems common stock | -0- | 19 250 00 |
| 12/27 | 900 shares | Mack Trucks common stock..... | -0- | 12 712 50 |
| 12/27 | 200 shares | Nucor common stock..... | 1.17 | 6 166 00 |
| 12/27 | 7 000 shares | Raytheon common stock..... | 3.82 | 293 035 00 |
| 12/27 | 1 200 shares | Republic New York common stock.. | 4.12 | 38 830 00 |
| 12/28 | 200 shares | NBI, Inc. common stock..... | -0- | 3 216 00 |
| 1/4 | \$ 253 000 | Tenneco demand notes..... | 8.26 | 253 000 00 |
| 1/9 | 2 000 | Ford Motor Credit demand notes... | 8.06 | 2 000 00 |
| 1/10 | 12 000 | GMAC demand notes..... | 8.05 | 12 000 00 |
| 1/16 | 139 000 | GMAC demand notes..... | 8.16 | 139 000 00 |
| 1/16 | 1 200 shares | MCI Communications common stock | -0- | 9 524 40 |
| 1/16 | \$ 63 000 | Tenneco demand notes..... | 8.33 | 63 000 00 |
| 1/17 | 4 700 shares | Hewlett Packard common stock..... | .62 | 166 638 50 |
| 1/17 | \$ 127 000 | Quaker Oats demand notes..... | 8.29 | 127 000 00 |
| 1/17 | 2 800 shares | Schlumberger common stock..... | 3.43 | 98 089 60 |
| 1/18 | \$ 419 000 | Ford Motor Credit demand notes... | 8.06 | 419 000 00 |
| 1/22 | 800 shares | MCI Communications common stock | -0- | 7 000 00 |
| 1/23 | 13 900 shares | ITT common stock..... | 3.23 | 430 274 50 |
| 1/25 | \$ 112 000 | Ford Motor Credit demand notes... | 7.95 | 112 000 00 |
| 1/29 | 12 000 | Ford Motor Credit demand notes... | 8.06 | 12 000 00 |
| 1/29 | 800 shares | MCI Communications common stock | -0- | 7 200 00 |
| 1/29 | \$ 81 000 | Quaker Oats demand notes..... | 8.31 | 81 000 00 |
| 1/31 | 2 300 shares | Ericsson, L. M. Telephone..... | 3.24 | 66 700 00 |

Transactions under Comptroller's Authority**Sales:**

| | | | | |
|------|------------|-----------------------------|---------------|---------------|
| 1/7 | \$ 998 000 | Tenneco demand notes..... | \$ 998 000 00 | \$ 998 000 00 |
| 1/22 | 5 000 | Quaker Oats demand notes.. | 5 000 00 | 5 000 00 |
| 1/23 | 105 000 | Eli Lilly demand notes..... | 105 000 00 | 105 000 00 |
| 1/23 | 441 000 | GMAC demand notes..... | 441 000 00 | 441 000 00 |
| 1/23 | 792 000 | Quaker Oats demand notes.. | 792 000 00 | 792 000 00 |

Purchases:

| | | | | |
|-------|------------|-------------------------------------|-------|---------------|
| 12/27 | \$ 250 000 | U.S. Treasury bills due 3/21/85.... | 7.72% | \$ 245 578 83 |
|-------|------------|-------------------------------------|-------|---------------|

| <i>Date</i> | <i>Number</i> | <i>Description</i> | <i>Cost/Yield</i> | <i>Amount</i> |
|-------------|---------------|--|-------------------|---------------|
| 1/2 | \$ 505 575 | Busey First National Bank 8.15 percent certificate of deposit due 4/2/85 | 8.15% | \$ 505 575 34 |
| 1/2 | 2 000 000 | Northern Trust 8.13 percent certificate of deposit due 4/2/85..... | 8.13 | 2 000 000 00 |
| 1/3 | 3 000 000 | U.S. Treasury bills due 6/27/85.... | 8.24 | 2 884 500 00 |
| 1/4 | 2 310 000 | U.S. Treasury bills due 6/20/85.... | 7.18 | 2 235 499 67 |
| 1/7 | 500 000 | U.S. Treasury 10.50 percent notes due 8/15/88 | 10.50 | 496 562 50 |
| 1/8 | 500 000 | U.S. Treasury 10.50 percent notes due 6/30/87 | 10.50 | 501 250 00 |
| 1/10 | 4 000 000 | U.S. Treasury bills due 3/21/85.... | 7.84 | 3 939 955 56 |
| 1/14 | 2 000 000 | U.S. Treasury bills due 3/28/85.... | 8.18 | 1 967 362 22 |
| 1/14 | 2 000 000 | U.S. Treasury bills due 6/13/85.... | 8.22 | 1 933 750 00 |
| 1/14 | 2 000 000 | U.S. Treasury bills due 6/20/85.... | 8.24 | 1 930 658 33 |
| 1/16 | 800 000 | U.S. Treasury bills due 11/29/85.... | 8.96 | 741 460 67 |
| 1/17 | 1 000 000 | U.S. Treasury bills due 3/28/85.... | 7.71 | 985 222 22 |
| 1/17 | 1 000 000 | U.S. Treasury bills due 5/23/85.... | 7.98 | 972 840 00 |
| 1/17 | 1 000 000 | U.S. Treasury bills due 6/20/85.... | 8.11 | 966 462 22 |
| 1/22 | 400 000 | U.S. Treasury bills due 4/25/85.... | 8.18 | 391 724 44 |
| 1/24 | 145 000 | U.S. Treasury bills due 4/18/85.... | 7.69 | 142 445 58 |
| 1/24 | 1 500 000 | U.S. Treasury bills due 7/11/85.... | 8.17 | 1 444 910 00 |
| 1/29 | 2 500 000 | U.S. Treasury bills due 3/21/85.... | 7.78 | 2 472 729 17 |
| 1/29 | 2 000 000 | U.S. Treasury bills due 3/28/85.... | 7.72 | 1 975 414 44 |
| 1/29 | 450 000 | U.S. Treasury bills due 4/18/85.... | 7.90 | 442 327 13 |
| 1/29 | 160 000 | U.S. Treasury bills due 7/25/85.... | 8.33 | 153 706 67 |
| 1/29 | 650 000 | U.S. Treasury 9.38 percent notes due 5/15/86 | 9.38 | 650 000 00 |
| 1/30 | 4 000 | Ford Motor Credit demand notes... | 8.06 | 4 000 00 |
| 1/30 | 240 000 | GMAC demand notes..... | 8.16 | 240 000 00 |
| 1/30 | 106 000 | Quaker Oats demand notes..... | 8.31 | 106 000 00 |
| 1/30 | 2 000 000 | U.S. Treasury bills due 4/4/84.... | 7.81 | 1 972 622 22 |
| 1/31 | 3 700 000 | U.S. Treasury bills due 3/7/85.... | 7.53 | 3 673 092 78 |
| 1/31 | 2 500 000 | U.S. Treasury bills due 4/4/85.... | 7.86 | 2 466 093 75 |
| 1/31 | 605 000 | U.S. Treasury bills due 5/23/85.... | 8.25 | 589 864 92 |
| 1/31 | 500 000 | U.S. Treasury bills due 6/20/85.... | 8.27 | 484 419 44 |
| 1/31 | 350 000 | U.S. Treasury bills due 1/23/86.... | 9.04 | 321 135 40 |
| 1/31 | 100 000 | U.S. Treasury 9.75 percent notes due 1/31/87 | 9.75 | 99 921 88 |

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

Quarterly Report of the Comptroller

(24) The comptroller presented his quarterly report as of December 31, 1984. A copy has been filed with the secretary of the board.

This report was received for record.

Annual Report of the Treasurer

(25) In accordance with the Bylaws of the Board of Trustees, the treasurer of the University has submitted a report of receipts and disbursements of University funds in his custody for the period January 1, 1984, to December 31, 1984, certified by the comptroller. A copy of this report was sent to each member of the Board of Trustees prior to the meeting, and a copy is filed with the secretary of the board.

This report was received for record.

Comptroller's Report of Gifts and Funds Received from Outside Sources

(26) The comptroller presented a report of gifts, grants, and contract funds (including funds from private donors and funds received from governmental agencies) received by the University during the Fiscal Year July 1, 1983, through June 30, 1984.

The complete report was sent to each member of the board in advance of the meeting. A copy is being filed with the secretary of the board.

A summary of the total amounts of funds received and sources follows.

Private Gifts, Grants, and Contracts:

| | |
|--|----------------------|
| Chicago | \$ 8 453 435 |
| Urbana-Champaign | 33 270 266 |
| Central Administration | 9 773 436 |
| University of Illinois Foundation..... | 20 930 981 |
| <i>Subtotal</i> | <i>\$ 72 428 118</i> |

Less Gifts Transferred from the University of Illinois Foundation Included Above:

| | |
|--|----------------------|
| Chicago | \$ (1 715 075) |
| Urbana-Champaign | (8 680 416) |
| Central Administration | (8 873 897) |
| <i>Total Private Gifts, Grants, and Contracts.....</i> | <i>\$ 53 158 730</i> |

United States Government Grants and Contracts:

| | |
|---|----------------------|
| Chicago | \$ 39 325 245 |
| Urbana-Champaign | 88 123 923 |
| Central Administration | 486 838 |
| <i>Total United States Government Grants and Contracts.....</i> | <i>\$127 936 006</i> |

State of Illinois Grants and Contracts:

| | |
|--|----------------------|
| Chicago | \$ 6 385 921 |
| Urbana-Champaign | 8 908 568 |
| Central Administration | 837 133 |
| <i>Total State of Illinois Grants and Contracts.....</i> | <i>\$ 16 131 622</i> |

SUMMARY OF GIFTS, GRANTS AND CONTRACTS BY LOCATION

Total, Gifts, Grants, and Contracts:

| | |
|---|----------------------|
| Chicago | \$ 52 449 526 |
| Urbana-Champaign | 121 622 341 |
| Central Administration | 2 223 510 |
| University of Illinois Foundation..... | 20 930 981 |
| <i>Total University and University of Illinois Foundation Gifts, Grants, and Contracts.....</i> | <i>\$197 226 358</i> |

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 Shepherd called attention to the schedule of meetings for the next three months: March 21, Urbana-Champaign (one-day meeting); April 18, Chicago; May 16, Urbana-Champaign.

There is a "Retreat" scheduled for March 20 in connection with the regular scheduled meeting.

There being no further business, the board adjourned.

EARL W. PORTER
Secretary

NINA T. SHEPHERD
President