

MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

May 16, 1985



The May meeting of the Board of Trustees of the University of Illinois was held in the General Lounge, Illini Union, Urbana, Illinois, on Thursday, May 16, 1985, beginning at 8:00 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. Shepherd, Miss Ann E. Smith. Governor James R. Thompson was absent. The following nonvoting student trustees were present: Mr. Kevin K. Lamm, Chicago campus; Mr. Paul Pittman, Urbana-Champaign campus.

Also present were President Stanley O. Ikenberry; 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.

President Ikenberry and the officers of the board met with the trustees in executive session for discussion of the following matter:

Vice President Bazzani reported on recent discussions with the Board of Directors of the University of Illinois Foundation concerning the apartment made available to the president of the University in Chicago. (A small apartment condominium, located at 400 East Randolph, was purchased by the Foundation in 1976 to provide an overnight accommodation for the president and spouse when on official business in Chicago.)¹ The apartment is now several years old, not in prime condition, and too small for the entertainment of even a limited number of guests for casual social occasions. It was proposed in the discussions with the Foundation Board that a somewhat larger apartment with a second bedroom and more generous living area be provided to permit limited entertaining. The costs of the present facility are approximately \$10,000 a year. A new and somewhat larger property would cost an additional \$10,000 to \$15,000 per year. The current property would be sold (as it can be, and at a considerable profit) and a larger one acquired.

By consensus, the trustees agreed that the proposal is a good one and should be pursued as indicated.

At this point, the other general officers were invited to join the executive session for consideration of the following item:

Real Estate Exchange Program, Urbana

(1) Pursuant to the action of the Board of Trustees on April 18, 1985, the transactions entered into to date for the exchange of real estate are being reported. These transactions will result in the exchange of the following described thirty-four University-owned parcels and two parcels to be acquired from the University of Illinois Foundation for the privately owned real estate identified herein:

<i>Champaign Addresses</i>		<i>Urbana Addresses</i>
204 West Hessel	409 West Hessel	302 West Vermont
205 West Hessel	308 West Avondale	206 West Vermont
208 West Hessel	315 West Avondale	201 W. Pennsylvania
209 West Hessel	608 West Church	1704 South Race
211 West Hessel	305 North Prospect	407 West Washington
305 West Hessel	1207 West Springfield	803 South Walnut
308 West Hessel	1215 West Healey	706 South Anderson
401 West Hessel	307 East Daniel Street	811 South Webber
402 West Hessel	1112 South Second ²	805 South Lynn
405 West Hessel	1113 South Arbor ²	507 South Johnson
407 West Hessel	1112 South Arbor ²	903 West Nevada
408 West Hessel		

¹ See Executive Session, Board of Trustees Minutes, June 16, 1976.

² Land only — south of and adjacent to property address.

The University in a previous exchange¹ conveyed to the University of Illinois Foundation eight parcels of land of which two parcels of land in Urbana at 706 West Indiana Avenue and 1012 West Stoughton Street, remain unsold (the other six have been sold). It is anticipated that these properties can be reacquired from the Foundation at the following costs which were allocated at the time of the previous exchange, less equity acquired in the sale of the other six parcels:

<i>Addresses</i>	<i>Purchase Price</i>
706 West Indiana, Urbana.....	\$27 561 58
1012 West Stoughton, Urbana.....	22 189 41
Less equity acquired.....	(7 168 93)
<i>Total</i>	\$42 582 06

These properties then would be included in the exchange for the privately owned properties.

The privately owned real estate to be acquired by the University in the exchange is as follows:

<i>Addresses</i>	<i>Owners</i>
910 W. Oregon Street, Urbana	Howard L. Wakeland ²
1002 W. Oregon Street, Urbana	John F. and Susan I. Deppe ³
909 W. Illinois Street, Urbana	C. F. Keeling and Fred Krauss
1114 W. Illinois Street, Urbana	Peter Edward Baksa
1005 W. Springfield Avenue, Urbana	May Ferne Loretta Opolka ³
1009 W. Springfield Avenue, Urbana	James S. and Claudine P. Stein
307 S. Lincoln Avenue, Urbana	Warren L. and Anita C. Crawford
401 S. Lincoln Avenue, Urbana	Loren E. and Audrey A. Ernest
903½ W. Nevada Street, Urbana	John H. and Joseph W. Barr
1208 W. Nevada Street, Urbana	John Wright (Trust Beneficiary)
1009 W. California Avenue, Urbana	John F. and Susan I. Deppe ³
1005 S. Sixth Street, Champaign ³	Ruth K. Youngerman, Trustee

All of the above parcels to be acquired in the exchange are, in their total, of approximately the equivalent appraised value of the University properties identified above.

The program primarily involves the exchange of land. However, funds will be required to purchase the two Foundation properties; and an amount of \$41,918 will be required to equalize the exchange. In addition, an estimated sum of \$25,000 will be needed to pay appraisal, title, and other expenses connected with the conveying of this real estate. For these purposes, unrestricted gift funds are available in the Office of the Chancellor at the Urbana-Champaign campus.

The president of the University, with the concurrence of the appropriate administrative officers, recommends proceeding with the program outlined above, subject to property or funds being made available to consummate each particular transaction and notice thereof being given by the comptroller or his designee to the appropriate other party (owner) or parties involved in the particular exchange(s).

It is further recommended that the comptroller and secretary be authorized to execute such resolutions, deeds, and other documents as they may deem necessary or desirable in connection with the conveyances of the properties.

On motion of Mr. Howard, these recommendations were approved by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr.

¹ Approved by the Board of Trustees on May 15, 1974.

² A one-time right of first refusal to purchase if owner elects to sell the property.

³ This represents a conflict of interest under Article II, Section 4(1) of the *General Rules*; therefore, requiring board approval. Howard L. Wakeland is an associate dean and professor in the College of Engineering; Susan I. Deppe is a library technical assistant, Police Training Institute; and May Ferne Loretta Opolka is a family member of John C. Opolka, superintendent of the Print Shop in the Office of Printing Services.

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.)

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session adjourned at 9:05 a.m. Following a meeting of the Committee on Academic Affairs,¹ the Board of Trustees reconvened in regular session at 10:20 a.m.

MINUTES APPROVED

The secretary presented for approval the press proof of the minutes of the Board of Trustees meeting of February 21, 1985, 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.²

General Remarks

President Ikenberry summarized a number of events of the past month, including: a regional hearing on April 27 before the U.S. House of Representatives' Post-Secondary Education Subcommittee of the Committee on Education and Labor, chaired by Congressman William Ford; the president's testimony in the Illinois House on the "Build Illinois" program; the groundbreaking of the Chicago Technology Park; the dedication of the Foellinger Auditorium at Urbana; and finally, the events of the University of Illinois Foundation's spring meeting in Chicago.

REMARKS, CHAIRMAN, SENATE COUNCIL, URBANA

Professor James E. Simon presented the following comments:

On behalf of the Urbana-Champaign Senate, I am pleased to summarize our activities for 1984-85 and note some of the issues we will discuss next year. Annual reports by our committees describe these matters in much more detail and may be obtained from the Senate Office.

The substance of senate work derives from investigation and extensive deliberation by our committees and representatives to other bodies. All have been active and all have provided one or more reports to the Senate. Senate debate has been efficient and it appears that our procedures are working well. The significant expenditure of time and energy by so many should be noted as one measure of their dedication to the University and their commitment to its excellence.

¹ The committee met to receive and discuss preliminary recommendations for new academic programs for which funds may be sought in the 1987 operating budget request to the General Assembly.

² University Senates Conference: Kenneth E. Andersen, professor of speech communication and associate dean of the College of Liberal Arts and Sciences, Urbana-Champaign campus; Urbana-Champaign Senate Council: Arthur R. Robinson, professor of civil engineering; Chicago campus Senate: Stanley K. Shapiro, professor and head of the Department of Biological Sciences, University Center.

The Urbana-Champaign campus is, in several forms, continually evaluating its programs and challenging its assumptions about appropriate education. Consonant with national concerns for the adequacy of general education requirements for undergraduates, the Committee on Educational Policy is reviewing "core curricula" required here and elsewhere.

Again this year, the senate and its committees gave considerable attention to policies on admissions. These efforts included discussion and response to the IBHE proposed minimum admissions requirements; preparation of a forthcoming handbook indicating desirable procedures and sources of help for affirmative identification, recruitment, and retention of minority students (and faculty); reports on our extremely low (3.8 percent in 1984) proportion of undergraduates who reside out-of-state; and Academic Progress and Eligibility Subcommittee of the Athletic Board of Control review of programs related to the admission and academic progress of student-athletes.

The Committee on General University Policy has completed its review of a campus policy on academic integrity and is finalizing recommendations on a proposed conflict of interest policy. Endorsement of changes in University patent policy awaits completion of administrative guidelines for their implementation. The committee also has considered policies relevant to classified research at Urbana and will continue to monitor those.

After many years and considerable effort, the last revisions of the *Statutes* suggested in the 1978 Evans Committee Report and recommended by our Statutes Committee have been approved by our senate. Study of the recommendation for a provision in the *Statutes* mandating faculty participation in planning and resource allocation processes has been initiated by a subcommittee of Senate Council.

Our Ad Hoc Committee on Retrenchment reported last fall on its evaluation of the conclusions of the Baur Committee on Retrenchment. These issues bear on the most central facets of educational policy and may require further study following forthcoming reports to University Senates Conference.

Many faculty believe that the continuation of current State Universities Retirement System funding policies will lead to severely curtailed operating cost appropriations within the next ten years. In November, we sent a resolution to the General Assembly in support of overriding the governor's veto of S.B. 1223. As you may know, the Illinois Senate voted strongly in favor of override, but the matter did not come before the House. The same bill has been introduced this year as H.B. 115 and S.B. 149; we have voted, and we urge you to join, our support for this bill. We also ask you to join us in supporting H.B. 114 to provide relief to annuitants and survivors who have suffered the results of extreme inflation.

Responding to concern by many faculty and teaching assistants who perceive current campus salary distribution practices to be inequitable, the council has commissioned an Ad Hoc Committee on Salary Policy to study faculty and teaching assistant salary policies and distribution practices. In addition, the Equal Opportunity Committee is participating in studies comparing salaries of male and female tenured and tenure track faculty. We appreciate the initiation of efforts by the central administration to devise proposals for enhancement of faculty benefits and hope that some gains may soon be made in that category.

The senate and senate council devoted a substantial amount of time to consideration of debt service financing policies. While the immediate issues that prompted that study have been voted upon, there remain a

number of unanswered questions. These include not just future policies on debt service financing, but policies on faculty and student consultation, the articulation between the two campuses, and the kind and quality of information provided as a basis for deliberation.

Little need be said of the annual or occasional monitoring and consultation activities that are part of the charge of several committees, except that the work is important, time-consuming, and has been completed for this year. We were pleased to receive very positive reports from committees assigned to oversee the operations of the Council on Program Evaluation and charged with a survey of promotion and tenure procedures. The board may also be interested to learn that the senate elected Robert S. Hauser as the first student chair of a standing senate committee (University Student Life) . . .

We wish to acknowledge Chancellor Everhart's excellent leadership and the strong support provided for our work by the administration. We regard President Ikenberry's effectiveness in persuading legislators and the governor to support the University as outstanding and we recognize and appreciate the service of this board on our behalf.

OLD AND NEW BUSINESS

Application for Funds, U.S. Department of Education

(2) Vice President Bazzani reported on recent information that the University is eligible for Federal funds through the Department of Education to be applied to remodeling and other campus construction, and at very low interest rates. He asked for authority from the trustees, without further commitment, to apply for such funds. His expectation was that, should such funds be available, they would be applied to the cost of the new Chicago housing project and thus reduce the debt service on that project.

On motion of Mrs. Day, the authorization requested was granted.

NONVOTING STUDENT TRUSTEES FOR 1985-86

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

Chicago Campus

The election was held on April 30 and May 1, 1985. Kevin Lamm, the incumbent student member from the Chicago campus, was reelected. The total number of votes cast for the office was 316. Mr. Lamm ran unopposed.

Urbana-Champaign Campus

The election was held on March 26 and 27, 1985. Scott L. Becker, a junior in the College of Commerce and Business Administration, received the largest vote tally of the two candidates on the ballot. The total number of votes cast was 5,197.

REQUEST TO BE HEARD

Mrs. Shepherd presented a letter from Charles A. Smyth, secretary, Champaign-Urbana Coalition Against Apartheid, in which Mr. Smyth asked to address the Board of Trustees at the June meeting on the study

now being prepared concerning the University's investments in corporations doing business in South Africa.

By consensus, the trustees agreed to approve the request, and President Ikenberry announced that the study report would be available in advance of the June meeting and would be distributed to those who would like to receive it. Ample time would be provided, probably on Wednesday, June 19 (the day before the regular meeting), for organizations and individuals in the University community to be heard.

REGULAR AGENDA

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 22 inclusive. The recommendations were individually discussed but acted upon at one time. (The record of board action appears at the end of each item.)

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 Public Accounting Act of 1983 to eight 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 of the law. The names of the candidates are filed with the secretary of the board.

I concur in this recommendation.

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

Reappointments to the Board of Examiners in Accountancy

(4) The Committee on Accountancy recommends the reappointment of Harry F. Topping and Joseph E. Tansill as members of the Board of Examiners in Accountancy. The appointments are for their second three-year terms, beginning with the November 1985 certified public accountant examination and continuing through the May 1988 examination.

I concur in the recommendation.

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

Amendment, University Rules and Regulations Governing the C.P.A. Examination¹

(5) The University Committee on Accountancy has recommended that Section 1300.150, Section 1300.160(d)(3), and Section 1300.90 be amended as follows:²

I

Section 1300.150. Examinations — Preparations and Grading

[The Board of Examiners shall establish and maintain a uniform procedure

¹ These amendments respond to a request for clarifications from the Joint Committee on Administrative Rules of the Illinois General Assembly.

² Deleted material is in brackets; new material is in italics.

for the preparation and grading of examinations to be given to candidates for certificates as Certified Public Accountants, and for this purpose may employ the services and assistance of any persons or organizations skilled in the subjects on which the examinations are given, such as the services and facilities of the American Institute of Accountants, upon such conditions and rules relative to the use of such services as may be prescribed from time to time by the University Committee on Accountancy, provided, however, that all examinations given by said Board shall be adopted and approved by the Board and that the grades given to all persons taking said examinations shall be determined and approved by the Board.]

The Board of Examiners has adopted and makes use of the Uniform Certified Public Accountants Examinations and grading system of the American Institute of Certified Public Accountants.

II

The portion of Section 1300.160(d)(3) relating to acceptability of transfer of credits by candidate who has passed the examination in another state.

(d) Transfer of Credits by Candidate Who Has Passed the Examination in Another State

- (1) A candidate who has passed the entire examination in another jurisdiction or has passed a portion of the examination equivalent to the entire Illinois examination, but who is ineligible to obtain a certificate from such other jurisdiction may transfer the credits and receive a certificate in Illinois provided:
 - (A) the educational requirements of the Illinois statute have been met; and
 - (B) the applicant would be entitled to an Illinois certificate if the examination had been written under the Illinois statute and rules.
- (2) A fee of \$150.00 must accompany the application for a transfer of credits for the entire examination.
- (3) [No transfer of credits in subjects passed in another state shall be approved unless the Board of Examiners finds and determines that the examination in such other state was equivalent to the examinations given in Illinois. The applicant's grades on subjects passed in such other state shall be determined and approved by the Board of Examiners before transfer is approved.]
Transfer of credits shall be accepted if the applicant wrote all subjects on the initial examination, and (A) passed all subjects, or (B) passed any 2 subjects or Accounting Practice only, obtained a grade of at least 50 on each subject failed, and passed the failed subjects within 3 of the 6 next succeeding examinations.

III

Section 1300.90. The [College] Educational Requirement

[As provided in Section 3(d) of the Act, a candidate for the Illinois C.P.A. Examination must have successfully completed 120 semester hours of acceptable credit of which 27 semester hours shall be in the study of Accounting, Auditing, and Business Law, provided no more than 6 shall be in Business Law. Candidates may apply to take the C.P.A. Examination during their final term, semester or quarter, but must meet the educational requirements at the time the examination is to be given.]

[For the purpose of this section, study in residence or correspondence schools which specialize in business training shall be accepted by the University provided such schools submit proof that at least 50 percent of their courses offered in Accounting are taught by certified public accountants.]

As provided in Section 3 of the Act, a candidate for the Illinois C.P.A. Examination must have successfully completed 120 semester hours (180 quarter hours) of acceptable credit of which 27 semester hours (40.5 quarter hours) shall be the study of Accounting, Auditing, and Business Law, provided not more than 6 semester hours (9 quarter hours) shall be in Business Law. Candidates may apply to take the C.P.A. Examination during their final term, semester or quarter, but must meet the educational requirements at the time the examination is given. Acceptable credit is credit earned from a college or university which is a candidate for or is accredited by a regional accrediting association which is a member of the Council on Postsecondary Accreditation (COPA). Study in residence or correspondence schools which specialize in business training shall also be accepted by the University, provided such schools submit proof that at least 50 percent of their courses offered in Accounting are taught by certified public accountants.

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

Dean, College of Education, Urbana

(6) The chancellor at Urbana-Champaign has recommended the appointment of Nancy S. Cole, presently associate dean of the School of Education and professor, Program in Educational Research Methodology, School of Education, at the University of Pittsburgh, as professor of educational psychology on indefinite tenure and dean of the College of Education, beginning July 21, 1985, on a twelve-month service basis at an annual salary of \$73,000.

Dr. Cole will succeed Dr. Joe R. Burnett who has asked to be relieved of this administrative assignment.

The nomination is made on the recommendation of a search committee¹ and endorsed by the Executive Committee of the College of Education. The vice president for academic affairs concurs.

I recommend approval.

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

Head, Department of Agricultural Engineering, Urbana

(7) The chancellor at Urbana-Champaign, after consultation with the dean of the College of Agriculture, has recommended the appointment of Roscoe L. Pershing, presently manager, Engineering Science, Deere and Company Technical Center, as professor of agricultural engineering on indefinite tenure and head of the department, beginning May 16, 1985, on a twelve-month service basis at an annual salary of \$80,000.

Dr. Pershing will succeed Dr. Roger R. Yoerger who is retiring from the University.

¹ Jesse G. Delia, professor and head of the Department of Speech Communication and research professor in the Institute of Communications Research, chairman; Richard C. Anderson, professor of educational psychology and psychology and director of the Center for the Study of Reading; Marcia K. Chicoine, research associate in the Center for Advanced Study; Terry Denny, professor of elementary education in the Department of Elementary and Early Childhood Education and in the Bureau of Educational Research and professor of educational psychology; Mildred B. Griggs, professor of vocational and technical education; Robert A. Henderson, professor and chairperson of the Department of Special Education and professor of administration, higher and continuing education; Joseph E. McGrath, professor of psychology; Paul W. Thurston, associate professor of administration, higher and continuing education; Kenneth J. Travers, professor of secondary education; William T. Trent, assistant professor of educational policy studies.

The nomination is made on the recommendation of a search/advisory committee,¹ and after consultation with members of the faculty of the department, and the dean of the College of Engineering. The vice president for academic affairs concurs. I recommend approval.

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

Head, Department of Germanic Languages and Literatures, 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 James M. McGlathery, presently professor of German and acting head of the Department of Germanic Languages and Literatures, as head of the department beginning August 21, 1985, on an academic year service basis. An appropriate salary adjustment will be submitted with the 1985-86 budget.

Dr. McGlathery will continue to hold professorial rank on indefinite tenure. He will succeed Professor Herbert Knust who has asked to be relieved of this administrative assignment.

The nomination is made on the recommendation of a search committee² and after consultation with faculty members of the department. The director of the School of Humanities and the Executive Committees of the School of Humanities and the College of Liberal Arts and Sciences endorse the recommendation.

The vice president for academic affairs concurs.

I recommend approval.

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

Chairperson, Department of French, Chicago

(9) The chancellor at Chicago has recommended the appointment of Priscilla P. Clark, presently professor of French, as chairperson of the Department of French, beginning September 1, 1985, on an academic year service basis at an annual salary of \$44,000.

Professor Clark will continue to hold the rank of professor on indefinite tenure. She will succeed Barbara G. Mittman who will return to full-time teaching.

This recommendation is made after consultation with the faculty of the department. The vice president for academic affairs concurs in this recommendation.

I recommend approval.

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

Chairperson, Department of History, Chicago

(10) The chancellor at Chicago has recommended the appointment of Richard M. Fried, presently associate professor of history, as chairperson of the Department of History, beginning September 1, 1985, on an academic year service basis at an annual salary of \$33,000.

Professor Fried will continue to hold the rank of associate professor on indefinite tenure. He will succeed William A. Hoisington, Jr., who will return to full-time teaching.

¹ Howard L. Wakeland, professor of agricultural engineering and associate dean of the College of Engineering, *chairman*; Loren E. Bode, professor of agricultural engineering; Loyd K. Ewing, assistant professor of agricultural engineering; John W. Hummel, associate professor of agricultural engineering and agricultural engineer, Agricultural Research Service, United States Department of Agriculture; Arthur Muehling, professor of agricultural engineering; Gene C. Shove, professor of agricultural engineering; Marvin P. Steinberg, professor of food engineering in the Department of Food Science and professor of agricultural engineering.

² David F. Bright, associate professor of the classics, *chairman*; Ruth E. Lorbe, professor of German; Phillip M. Mitchell, professor of German; Karl-Heinz Schoeps, associate professor of German.

This recommendation is made after consultation with the faculty of the department. The vice president for academic affairs concurs in the recommendation. I recommend approval.

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

Chairperson, Department of History, Urbana

(11) The chancellor at Urbana-Champaign, after consultation with the dean of the College of Liberal Arts and Sciences, has recommended the appointment of William C. Widenor, presently associate professor of history, as chairperson of the Department of History, beginning August 21, 1985, on an academic year service basis. An appropriate salary adjustment will be submitted with the 1985-86 budget.

Dr. Widenor will continue to hold professorial rank on indefinite tenure. He will succeed Professor Richard W. Burkhardt, Jr., who has asked to be relieved of this administrative assignment.

The nomination is submitted upon the recommendation of the faculty of the department and endorsed by the Executive Committees of the School of Humanities and the College of Liberal Arts and Sciences.

The vice president for academic affairs concurs.

I recommend approval.

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

Chairperson, Department of the Classics, Urbana

(12) The chancellor at Urbana-Champaign, after consultation with the dean of the College of Liberal Arts and Sciences, has recommended the appointment of David F. Bright, presently associate professor of the classics, as chairperson of the Department of the Classics, beginning August 21, 1985, on an academic year service basis. An appropriate salary adjustment will be submitted with the 1985-86 budget.

Dr. Bright will continue to hold professorial rank with indefinite tenure. He will succeed Professor John K. Newman who is concluding his final term in office.

The nomination is submitted upon the recommendation of the faculty of the department and endorsed by the Executive Committees of the School of Humanities and the College of Liberal Arts and Sciences.

The vice president for academic affairs concurs.

I recommend approval.

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

Appointments to the Faculty

(13) The following new appointments to the faculty of the rank of assistant professor and above, and certain administrative positions, have been approved since the previous meeting of the Board of Trustees.

Positions in the University are classified in the following categories and are designated in the budget by the symbols indicated.

A — Indefinite tenure

N — Term appointment not eligible to be appointed for an indefinite term and not credited toward probationary period

Q — Initial term appointment for a professor or associate professor

T — Terminal appointment accompanied with or preceded by notice of nonreappointment

W — One-year appointment subject to special written agreement

Y — Twelve-month service basis

1-7 — Indicates the number of years of service which will be credited at the end of the contract period toward completion of the probationary period relating to tenure.

Figures following a symbol indicate percentage of time if the appointment is on a part-time basis (e.g., N75 means one year on three-fourths time).

Urbana-Champaign

- JEAN BOURGAIN, Joseph L. Doob Professor of Mathematics, beginning August 21, 1985 (A), at an annual salary of \$60,000.
- MICHAEL C. HIRSCHI, assistant professor of agricultural engineering in agriculture, and in engineering, beginning March 21, 1985 (NY), at an annual salary of \$38,000.
- DIMITRI M. MIHALAS, George C. McVittie Professor of Astronomy, effective August 21, 1985 (A), at an annual salary of \$75,000.
- CLAUDE J. RAWSON, George Sherburn Professor of English, beginning August 21, 1985 (A), at an annual salary of \$70,000.
- STEPHEN F. ROSS, assistant professor of law, beginning January 6, 1986 (1), at an annual salary of \$44,000.
- STEVEN C. ZIMMERMAN, research assistant professor of chemistry, July 1-August 20, 1985 (N), \$5,539, assistant professor of chemistry, beginning August 21, 1985 (1), at an annual salary of \$29,910.

Chicago

- CAROLYN F. CASCIATO, assistant professor in the School of Public Health, beginning April 1, 1985 (NY), at an annual salary of \$36,000.
- PAULA F. COWAN, clinical assistant professor of family practice, College of Medicine at Chicago, beginning April 15, 1985 (NY), at an annual salary of \$55,000.
- MARY E. KING, associate professor of pathology (clinical), on 93 percent time, and physician surgeon, on 7 percent time, Department of Pathology, and associate professor of pathology (clinical) in obstetrics and gynecology, College of Medicine at Chicago, beginning April 1, 1985 (AY93;NY7;NY), at an annual salary of \$70,000.
- MOHAMMAD SARWAR, professor of clinical radiology, on 25 percent time, and physician surgeon, on 25 percent time, College of Medicine at Chicago, beginning April 1, 1985 (AY25;NY25), at an annual salary of \$60,000.

Administrative Staff

- JOHN L. BLACK, director of Hospital Food Service, University of Illinois Hospital, Chicago, beginning April 1, 1985 (NY), at an annual salary of \$37,500.
- On motion of Mr. Madden, these appointments were confirmed.

Sabbatical Leaves of Absence, 1985-86

- (14) On motion of Mr. Madden, eight sabbatical leaves of absence recommended by the chancellors were granted. These leaves will be included in an annual compilation of 1985-86 sabbatical leaves of absence to be made a part of the board *Proceedings*.

Administrative Leave, 1985-86

- (15) In accordance with the plan for administrative leaves approved by the Board of Trustees on June 20, 1973, the president of the University and the chancellor at Chicago have recommended as appropriate the following leave.
- (This recommendation is supplementary to the applications recommended to the board on April 18, 1985.)

Chicago

- HAROLD KLEHR, director of the Student Counseling Service since September 1, 1963, and associate dean of student affairs since September 1, 1970, has requested leave for the period January 1-April 30, 1986. He plans to engage

in a follow-up study of Chicago campus freshmen with high academic success during their first quarter.

On motion of Mr. Madden, this leave was granted as recommended.

Amoco Foundation Awards for Undergraduate Instruction, Chicago

(16) The Amoco Foundation has again provided funds to reward excellence in undergraduate teaching at the Chicago campus. An award of \$1,500 is made for each instructional project.

Health Sciences Center

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

HELEN SIBILANO, assistant professor of medical surgical nursing.

University Center

The University Center proposes to utilize the funds for projects to improve undergraduate instruction. A committee coordinated the selection of teaching faculty to be awarded the Silver Circle Award for Excellence in Teaching. Using the award procedure, the following two individuals were selected for the awards:

JOHN A. JONES, assistant professor of communication and theatre

ROGER W. LITTLE, professor of sociology

The chancellor at Chicago and the vice president for academic affairs recommend approval of these awards.

I concur.

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

Establishment and Appointment of Clarence C. Saelhof Professorship, Chicago

(17) The late Mrs. Justine Saelhof, widow of Dr. Clarence C. Saelhof, a 1922 graduate of the College of Medicine, Chicago, established a \$1 million testamentary trust, the income of which is to be distributed to the University of Illinois Foundation "to establish and endow a chair, being a professorship at the University of Illinois, College of Medicine, Department of Surgery, as a memorial to the grantor's husband, Dr. Clarence C. Saelhof, an alumnus of the University of Illinois. It is the grantor's desire that through this gift, persons of the highest qualifications, particularly in the specialty of urology, shall be invited to fill the aforementioned chair."

The chancellor at Chicago has recommended that the income from this trust be assigned to establish and support the Clarence C. Saelhof Professorship in the Department of Surgery, College of Medicine at Chicago. Income from this trust will furnish support for the salary of the person appointed as the Clarence C. Saelhof Professor.

The chancellor further recommends the appointment of Jackson E. Fowler, Jr., presently professor of urology and physician surgeon in the Department of Surgery, College of Medicine at Chicago, as the first Clarence C. Saelhof Professor of Urology, effective June 1, 1985.

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

I recommend approval.

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

Change in Status, African Studies Program, College of Liberal Arts and Sciences, Urbana

(18) The Urbana-Champaign Senate has recommended a change in status of the African Studies Program to the Center for African Studies in the College of Liberal Arts and Sciences on the Urbana campus.

In 1970, the Board of Trustees approved the establishment of a Center for African Studies. Because of uncertainty of funding prospects, the designation as a center was not pursued. Since then, the African Studies Program has grown steadily; and since 1973, it has received recognition and funding under the Higher Education Act of 1965 as a National Resource Center in African Studies.

It now appears appropriate that African Studies — like Asian Studies, Latin American Studies, and Russian and East European Studies — be designated a center. The recommended status will enhance the ability of African Studies to attract excellent faculty and students, and aid in the ongoing applications for external funding.

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

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

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

President's Report on Actions of the Senates

Merger of the Departments of Animal Science and Dairy Science, College of Agriculture, Urbana

(19) The Urbana-Champaign Senate has recommended and the chancellor at Urbana has approved the merger of the Department of Animal Science and the Department of Dairy Science into a single Department of Animal Sciences, effective immediately.

In the past, there were strong historical and clientele reasons justifying the separate existence of these two closely related departments, reasons which no longer exist. The General Assembly has approved planning funds for Fiscal Year 1986 and building funds for FY 1987 for a major new addition to, and extensive remodeling of, the Animal Sciences Laboratory Building which will house both existing departments. Merging the two departments into a single unit will enhance the efficiency in planning the building and will save substantial administrative monies which can then be used to support teaching, research, and public service programs. Additionally, a consolidated and coordinated instructional program will benefit students; and increased research efficiency will be gained from the clustering of related research activities.

There are no changes in undergraduate or graduate degree titles or in the curricula titles. The Department of Animal Sciences will be organized under a new head.

This report was received for record.

Memorandum of Understanding, University Communications, Inc., Urbana

(20) University Communications, Inc. (UCI), is a private, for-profit corporation, formed with venture capital to market advances in the University's Computer-based Education Research Laboratory's PLATO technology. UCI proposes to license software, patents, and technology on a nonexclusive basis from the University. It is anticipated that UCI also will license some of the University's PLATO courseware materials later.

The present initiative is based on new communication techniques which make possible interactive terminal service delivery anywhere in North America via satellite relay. UCI will acquire a satellite transmission link in Champaign-Urbana and allow the University access to the antenna at no cost; such access will reduce significantly the University's costs of service distribution. CERL will develop the first prototype system as an upgrade of its existing PLATO facility.

The new CERL system is designed to increase the number of terminals served from the present level (about 1,400 terminals) to more than 4,000 terminals. CERL has developed a new, low-cost terminal as part of this system and is completing work on new central processing equipment. Development and deployment of the first prototype system will be carried out as a University project by CERL.

When the CERL prototype system becomes operational (with service to 4,000 terminals), UCI will begin its commercial operation — installing and operating similar systems, and providing service on a private commercial basis. CERL will continue to operate the original prototype system on the same experimental, non-profit basis as its present PLATO service but to an expended terminal network.

UCI's service will be based on technology acquired under nonexclusive license from the University, including computer software and patentable communications and computer technology. UCI will pay royalties to the University based on a percentage of the net selling price of its services. Software and other technology enhancements made by UCI will be made available to the University for use in its own internal programs.

Donald L. Bitzer, director of CERL, and certain other key CERL employees hold equity in and will serve as the initial management of UCI. As a result, several potential conflicts of interest may arise. New, special, and frequent reporting procedures by CERL to the campus administration have been developed to address these conflicts of interest. The campus administration has imposed a two-year limitation on concurrent management positions at UCI and CERL. This period will begin after the prototype system at CERL is established, but in no case later than April 1, 1986. Outside consulting by CERL employees for UCI will require approval on a case-by-case basis by the Office of the Vice Chancellor for Research, the unit to which CERL reports.

University Patents, Inc. (UPI), the University's patent-servicing agent, also will be an equity partner in this new business. (This arrangement is unrelated to the existing servicing agreement between the University and UPI.) To counteract any potential conflict-of-interest effect on the proposed licensing arrangements, outside licensing advice has been secured for review of the terms and royalty ranges of software and patent license agreements with UCI.

Approval of a Memorandum of Understanding between the University and UCI is required to assure the parties investing the venture capital for the support of the company that the University is committed to the program.

The chancellor at Urbana-Champaign has recommended approval of the Memorandum of Understanding. The vice president for business and finance approves.

I concur.

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

St. Charles Horticultural Research Center

(21) The University has acquired a twenty-year lease at no cost from the Illinois Department of Corrections for the establishment of a twenty-five-acre horticultural research center near St. Charles, Illinois. This tract will be used for vegetable crops and ornamental horticulture research.

The chancellor at the Urbana-Champaign campus has recommended that the new center be officially designated the "St. Charles Horticultural Research Center."

I concur.

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

Recommendation of the University Patent Committee

(22) The University Patent Committee recommends that the following action be taken with regard to an invention made at the University of Illinois. Background information concerning this case has been sent to the Committee on Patents of the Board of Trustees.

Vaccine for Bovine Anaplasmosis Using Cell Culture Derived Antigens — Miodrag Ristic, professor of veterinary pathobiology and in Veterinary Programs in Agriculture, and Michael G. Levy, formerly assistant professor of veterinary pathobiology, and in the Center for Zoonoses Research, Urbana-Champaign, inventors; developed with support from the Rockefeller Foundation.

University Patents, Inc., has decided to discontinue its efforts to patent this discovery. The patent attorney prosecuting the United States patent application for this discovery advises that data developed by University researchers subsequent to the original filing do not sufficiently support the claims of the application, and that pursuit of these claims would not provide adequate patent coverage on the kinds of materials currently being generated in the Anaplasma Research Program. The University Patent Committee has reviewed these findings and recommends that the University abandon this patent application. Since Rockefeller Foundation policy does not require the University to assign its rights in this discovery to the Rockefeller Foundation, it is further recommended that the University release its rights in this discovery to the inventors, subject to the retention of shop rights in the discovery by the University.

I concur.

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

Authorization with Respect to Auxiliary Facilities System Revenue Bonds, Series 1985

(23) The president, with the concurrence of the appropriate administrative officers, recommends the following:

1. Approval of the employment of the law firm of Chapman and Cutler to act as bond counsel in connection with the University of Illinois Auxiliary Facilities System Revenue Bonds, Series 1985 (the "bonds"). Funds are available for this service from the bond proceeds.
2. Approval of the employment of the firm of Clayton Brown & Associates, Inc., to act as financial advisor in connection with the sale of the bonds.
3. Authorization for the comptroller, with the assistance of bond counsel and the financial advisor, to prepare and distribute an Official Statement and Notice of Sale with respect to the bonds, and to secure bond ratings in connection with such bonds.
4. Authorize such sale to occur on a date after June 20, 1985, the date on which the board shall consider the supplemental bond resolution to authorize the issuance of such bonds, such bonds to be issued in an amount not to exceed \$58,000,000, with maturities not in excess of 24 years and a maximum average rate not in excess of 8 percent, and the comptroller of this board, with the concurrence of the president of the University, shall be authorized to receive and accept bids for the sale of such bonds.
5. That the comptroller and other authorized officers of this board be and they are hereby authorized and empowered to do and perform such other acts and things and to make, execute, and deliver all such other instruments and documents on behalf of this board as may be by them deemed necessary or appropriate to comply with or to evidence compliance with the terms, conditions, or provisions of these resolutions and all acts and things whether heretofore or hereafter done or performed by any of the

officers of this board which are in conformity with the intents and purposes of these resolutions shall be and the same are hereby in all respects, ratified, confirmed, and approved.

On motion of Mr. Hahn, these recommendations were 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.)

Redesignation, Student Fee Subsidy ("Facility Fee"), Chicago Housing

(24) The president recommended a change in the designation of the fee to be charged all students at the Chicago campus to fund debt service for the new Chicago housing. He asked that the fee, previously designated a "facility fee," be redesignated a "general fee"; and, by consensus, the trustees agreed.

The fee will be implemented over a two-year period, with an additional increment in Fiscal Year 1987.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 25 through 35 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Authorizations with Respect to Revenue Bonds, Series 1985A (U.S. Army Corps of Engineers Construction Engineering Research Laboratory)

(25) The president, with the concurrence of the appropriate administrative officers, recommends the following:

1. Approval of the Private Placement Memorandum for the Board of Trustees of the University of Illinois Revenue Bonds, Series 1985A (U.S. Army Corps of Engineers Construction Engineering Research Laboratory).¹
2. Adoption of a resolution authorizing and providing for the issuance of Revenue Bonds, Series 1985A (U.S. Army Corps of Engineers Construction Engineering Research Laboratory) of the Board of Trustees of the University of Illinois, prescribing all the details of said bonds and providing for the security and payment thereof.²
3. Approval of the Escrow Agreement with the Chicago Title and Trust Company, Chicago, Illinois, to serve as Escrow Agent, as defined in the Bond Resolution.³
4. Approval of the exercise by the board of an option to acquire title to the land and facilities constituting the Construction Engineering Research Laboratory, subject to Lease No. DACA-23-5-68-213 (the "lease").⁴

¹ See "Student Fees, Chicago and Urbana," minutes, April 18, 1985.

² A copy is filed with the secretary of the board for record and the appropriate officers of the board are hereby authorized and directed to execute the same in the name and on behalf of the board in substantially the form presented to this meeting, or with such changes as may be approved by the officer or officers of the board executing the same, his or their execution thereof to constitute conclusive evidence of the board's approval of all changes from the form thereof presented to this meeting; provided, however, that if any such changes constitute a substantial change in the form thereof presented to this meeting they shall first be approved by the Executive Committee of the board, to which authority for such approval is delegated by the board.

³ The appropriate officers of the board are hereby authorized and directed to execute said option in the name and on behalf of the board.

5. Approval of Supplemental Agreement No. 8 to the lease, pertaining to the lease of the Construction Engineering Research Laboratory.^{1*}
6. Ratification and confirmation of all actions taken or to be taken by the officers and members of the board in connection with the sale and delivery of the bonds to the purchasers.
7. That the comptroller and other authorized officers of this board be and they are hereby authorized and empowered to do and perform such other acts and things and to make, execute, and deliver all such other instruments and documents on behalf of this board as may be by them deemed necessary or appropriate to comply with or to evidence compliance with, the terms, conditions, or provisions of the Private Placement Memorandum, the Bond Resolution, the Escrow Agreement, the Supplemental Agreement, and the exercise of such option and all acts and things whether heretofore or hereafter done or performed by any of the officers of this board which are in conformity with the intents and purposes of these resolutions shall be and the same are hereby in all respects, ratified, confirmed, and approved.

On motion of Mr. Hahn, these recommendations were 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.)

Purchase of Medipak Patient Billing and Accounts Receivable System, University Hospital, Chicago

(26) On March 21, 1985, the Board of Trustees authorized the purchase of a perpetual license for the Technicon Medical Information System (TMIS) for the University Hospital. The chancellor at Chicago indicated he would soon propose the purchase of an automated billing system to interface with TMIS. He now has recommended the purchase of a perpetual license for the use of Medipak Patient Billing and Accounts Receivable System, and the software and implementation assistance necessary to install the system to the hospital's specifications. Medipak is a product of Mediflex Systems Corporation of Evanston, Illinois.

The hospital examined all eight automated, on-line billing systems presently marketed. The Medipak System, which best meets the hospital's requirements, will replace System 180, a fifteen-year-old system designed initially to track Federal grants. System 180, however, is no longer adequate for the present, complex billing needs. With the installation of Medipak, the hospital will be able to improve collections and respond fully to concerns expressed in recent audit reports.

This is the first of several automated subsystems the hospital needs, all of which build on the data produced by TMIS. As the hospital implements its strategic business plan over the next three years, the board will be asked to review and approve additional systems.

The cost of the Mediflex System is \$332,500. Additional software and implementation will not exceed \$167,300. The ongoing maintenance will be \$42,900

¹ A copy is filed with the secretary of the board for record and the appropriate officers of the board are hereby authorized and directed to execute the same in the name and on behalf of the board in substantially the form presented to this meeting, or with such changes as may be approved by the officer or officers of the board executing the same, his or their execution thereof to constitute conclusive evidence of the board's approval of all changes from the form thereof presented to this meeting; provided, however, that if any such changes constitute a substantial change in the form thereof presented to this meeting they shall first be approved by the Executive Committee of the board, to which authority for such approval is delegated by the board. *(The Supplemental Agreement No. 8 to the lease is being reviewed by cognizant officers of the U.S. Army. Final approval is anticipated on or about May 13, 1985. No final action in connection with sale and delivery of the bonds to the purchasers can be taken until the Supplemental Agreement is approved.)

annually, to begin in the thirteenth month of the contract and continue through the fourth and final year of the contract. (Fiscal year costs are shown on a table filed with the secretary of the board.)

Funds for Fiscal Year 1985 are available in the Hospital Income Fund and will be included in the hospital's operating budget in future years.

The vice president for business and finance recommends approval.

I concur.

On motion of Mr. Hahn, 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.)

Contract, Repair and Maintenance, Parking Structure No. 1, Chicago

(27) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract to Takao Nagai Associates, Ltd., Glen Ellyn, the low bidder on its base bid plus acceptance of Additive Alternates No. 1 and No. 2,¹ for repair and preventive maintenance of Parking Structure No. 1 at the Chicago 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. Hahn, 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, Lighting Fixtures Services, FY 1986, Chicago

(28) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract, subject to the availability of funds, for \$248,800 to Sylvania Lighting Services Corp., Elk Grove Village, on its base bid plus acceptance of Additive Alternate No. 1² to provide lighting-fixture services in selected buildings at the Chicago campus during Fiscal Year 1986.

The base bid includes relamping and washing in 52 buildings and a specified number of hours for service calls. Calls will be undertaken as ordered by the Physical Plant Department by means of contract work orders charged against this project. The contract amount may be increased or reduced, based on the number of service calls ordered in accordance with unit prices specified in the contract documents.

Funds will be included in the Chicago Physical Plant institutional funds budget authorization request to be submitted to the Board of Trustees for FY 1986. The award of the contract is subject to the availability of these funds.

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

¹ Additive Alternate No. 1 is to remove and replace the existing expansion joints. Additive Alternate No. 2 is to prepare the surface and apply epoxy and surface sealer to the concrete surface.

² Additive Alternate No. 1 is for the purchase and replacement of 1,500 damaged lamp lenses.

On motion of Mr. Hahn, 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.)

Option to Renew Contractual Cleaning Services, Chicago

(29) On March 21, 1985, the trustees approved a contract for \$57,684 to Macke Building Services, Inc., Elk Grove Village, to provide contractual cleaning services in the College of Dentistry, Chicago, for the period April 1 through June 30, 1985.

A two-year, option-to-renew clause was included in the contract documents and the contractor's bid proposal. The president of the University now requests approval of the two-year, option-to-renew clause and, subject to the availability of funds, the extension of the contract with Macke Building Services, Inc., for the period of July 1, 1985, through June 30, 1986, at an annual cost of \$230,736.

Funds will be included in the Chicago Physical Plant institutional funds budget authorization request to be submitted to the Board of Trustees for Fiscal Year 1986.

On motion of Mr. Hahn, approval was given as requested 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.)

Contracts for Remodeling, Residence Halls' Dining Rooms, Urbana

(30) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of the following contracts to remodel the dining rooms of the Florida Avenue Residence Halls at the Urbana-Champaign campus. The award in each case is to the low bidder on its base bid, plus acceptance of the indicated alternates.¹

Division I — General

		<i>Total</i>
W. Commercial Builders, Champaign.	Base Bid . . . \$165 755	
	Alt. G1 1 348	
	Alt. G4 15 000	
		\$182 103

Division V — Electrical

Remco Electrical Corporation, Champaign. .	Base Bid . . . \$ 26 239	
	Alt. E4 721	
		26 960
		<u>\$209 063</u>

It is further recommended that the electrical contract be assigned to the contractor for general work.

Funds are available in the Housing Division restricted funds budget for the Urbana campus for Fiscal Year 1985.

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

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

On motion of Mr. Hahn, 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.)

Report of Contracts Awarded for Remodeling, Astronomy Building, Urbana

(31) After consultation with the members of the Executive Committee of the board in accordance with the *General Rules*,¹ I have approved the award of the following contracts to remodel 7,045 square feet of the Astronomy Building for the installation of a supercomputer for the National Center for Supercomputing Applications. The award in each case is to the low base bidder.

<i>Division I — General</i>	<i>Base Bid</i>
Johnson-Stirewalt Construction Co., Urbana.....	\$173 995
<i>Division II — Plumbing and Fire Protection</i>	
Hart & Schroeder Mechanical Contractors, Inc., Champaign.....	41 480
<i>Division III — Heating, Refrigeration, and Temperature Control</i>	
Nogle and Black Heating & Air Conditioning Co., Inc., Champaign....	159 800
<i>Division IV — Ventilation and Air Distribution</i>	
Viking Plumbing and Heating, Inc., Danville.....	18 650
<i>Division V — Electrical</i>	
Potter Electric Service, Inc., Urbana.....	126 000
<i>Division VI — Access Flooring</i>	
Airtite, Incorporated, Chicago.....	69 976
<i>Total</i>	<u>\$589 901</u>

Funds are available in the institutional funds budget of the Urbana campus for Fiscal Year 1985.

The remodeled space will provide the proper physical and environmental conditions for a supercomputer. The vacant space will include a computer room, high-quality output area, image processing center, engineering workroom, three offices, and a reception area, as well as related mechanical and electrical work.

Emergency action was necessary in order to make ready the space for installation of the supercomputer by its already established delivery date and to meet the schedules of installation and software technicians.

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

This report was received for record.

Employment of Architect/Engineer and Interior Design Consultant, Housing Project, Chicago

(32) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Solomon, Cordwell, Buenz

¹ The *General Rules Concerning University Organization and Procedure*, Article II, Section 4(c) "... if the amount involved in such an emergency transaction is in excess of \$100,000, but not more than \$500,000, the President will not approve the transaction without first consulting individually those members of the Executive Committee of the Board who can reasonably be contacted before the emergency action must be taken."

& Associates, Inc., Chicago, for the preparation of contract documents required for the student residential facilities at the University Center, Chicago campus.

The architect/engineer will provide professional services required for the preparation of drawings and specifications, and assistance during the bid period, for a fixed fee of \$268,200.

In addition, it is recommended that Eva Maddox Associates, Inc., Chicago, be employed for the interior design services necessary to prepare drawings and specifications for movable equipment, for a fixed fee of \$87,778.

Funds are available in the auxiliary facilities system planning fund account derived from proceeds of the 1984 Series Bond Issue.

On motion of Mr. Madden, these recommendations were approved by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Miss Smith; no, none; absent, Governor Thompson. (Mr. Hahn asked to be recorded as not voting.)

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

Employment of Consultant, Remodeling, Roosevelt Road Building, Chicago

(33) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Computer Facilities Service, Downers Grove, a division of Control Data Corporation, Minneapolis, to provide the professional services required for the planning and management of the construction of a remodeling project for a computer-room facility in the Roosevelt Road Building, Chicago. The firm's fee will be on an hourly basis not to exceed \$60,500.

The project consists of remodeling 5,345 square feet of floor space to house computing equipment for University Administrative Information Systems and Services.

Funds are available in the restricted funds operating budget of the University Administrative Information Systems and Services budget for Fiscal Year 1985.

A schedule of the firm's hourly rate has been filed with the secretary of the board for record.

On motion of Mr. Madden, this recommendation was approved by the following vote: Aye, Mrs. Day, Mr. Forsyth, Mrs. Gravenhorst, Mr. Howard, Mr. Logan, Mr. Madden, Mrs. Shepherd, Miss Smith; no, none; absent, Governor Thompson. (Mr. Hahn asked to be recorded as not voting.)

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

Lease of Space for Satellite Clinic, State of Illinois Building, Chicago

(34) The chancellor at Chicago has recommended that a satellite clinic of the University of Illinois Hospital be housed in the new State of Illinois Building in Chicago. To expedite the project, approval of the basic components of the lease is requested, with additional specific terms subject to the approval of the comptroller.

The basic components of the lease, with the National Boulevard Bank of Chicago, are as follows:

1. The initial term is for the period September 1, 1985, through June 30, 1990, executed in a series of annual contracts renewable at the option of

the University, based on the availability of funds. The comptroller is authorized to exercise these options.

2. The University will have the option to renew for an additional five-year term, subject to the same annual renewal provisions. A recommendation will be made to the Board of Trustees at the appropriate time.
3. The basic annual cost per rentable square foot for the five-year period is \$25. Total rentable space is 3,715 square feet, with annual rent totaling \$92,875. Annual rent for an additional five-year term will be \$31.25 per square foot for a total of \$116,094.
4. The lease also requires payment of a variable "common fee" estimated to be \$8 per square foot per year, subject to adjustment depending upon occupancy of the building. The University will negotiate a cap on the rate for each option year. At the \$8 rate, the total annual rent for leasing will be \$122,595 for the first year.
5. The University will pay for utilities, cleaning, and equipment.
6. The University will also pay for all leasehold improvements estimated to total \$380,000. The competitive bid recommendations for this construction work will be made to the board in July.

Funds for this lease will be included in the University of Illinois Hospital's Income Fund Operating budgets to be presented to the Board of Trustees for Fiscal Years 1986 through 1990. The execution of each annual lease is subject to the principles stated above and the availability of funds. The revenue from the satellite clinic, which will be deposited in the Hospital Income Fund, is projected to be sufficient to meet all operating expenses, including leasehold costs, by FY 1988.

On motion of Mr. Hahn, 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.)

Purchases

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

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	\$	69 985 00
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From Institutional Funds

Authorized	\$	149 657 00
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Recommended	3 007 608 76
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	3 157 265 76
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<i>Grand Total</i>	\$3 227 250 76
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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. Hahn, the purchases authorized by the president were confirmed, and 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.)

Comptroller's Monthly Report of Contracts Executed

(36) The comptroller submitted the May 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.

Quarterly Report of the Comptroller

(37) The comptroller presented his quarterly report as of March 31, 1985. A copy has been filed with the secretary of the board.

This report was received for record.

Report of Investment Transactions through April 30, 1985

(38) The comptroller presented the investment report as of April 30, 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:				
4/3	1 000 shares	Altos Computer Systems common stock	\$ 8 951 50	\$ 11 625 00
4/4	180 shares	Alamito common stock.....	6 884 41	15 715 06
4/4	300 shares	American Presidents common stock	9 688 20	11 563 11
4/4	1 700 shares	Hillenbrand Industries common stock	40 995 50	41 512 61
4/4	1 400 shares	Lone Star Industries common stock	34 889 40	30 749 47
4/4	400 shares	Nucor common stock.....	14 042 00	13 667 54
4/4	700 shares	Raytheon common stock....	29 303 50	31 267 95
4/4	381 shares	Santa Fe Southern Pacific common stock	9 275 45	9 970 43
4/4	500 shares	Schlumberger common stock.	21 361 00	19 084 36
4/4	1 800 shares	Tucson Electric Power common stock	61 959 65	67 803 73
4/8	900 shares	Sperry common stock.....	39 467 70	47 401 41
4/8	3 200 shares	Ultrasystems, Inc. common stock	50 400 00	18 579 20
4/9	1 000 shares	Ultrasystems, Inc. common stock	15 750 00	6 273 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
4/10	500 shares	Ultrasystems, Inc. common stock	\$ 7 875 00	\$ 3 377 00
4/16	\$2 664 000	General Motors Acceptance demand notes	2 664 000 00	2 664 000 00
Purchases:				
4/3	\$ 12 000	General Motors Acceptance demand notes	8.72%	\$ 12 000 00
4/4	242 000	Ford Motor Credit demand notes...	8.74	242 000 00
4/9	66 000	Ford Motor Credit demand notes...	8.74	66 000 00
4/9	6 000	Quaker Oats demand notes.....	8.73	6 000 00
4/10	3 000	Ford Motor Credit demand notes...	8.74	3 000 00
4/11	1 000	Eli Lilly demand notes.....	8.93	1 000 00
4/16	2 600 000	U.S. Treasury 9.88 percent notes due 5/15/88	10.52	2 556 937 50
4/17	107 000	Ford Motor Credit demand notes...	8.39	107 000 00

Transactions under Comptroller's Authority

Sales:				
4/4	\$ 42 000	Quaker Oats demand notes..	\$ 42 000 00	\$ 42 000 00
4/4	6 000	General Motors Acceptance demand notes	6 000 00	6 000 00
4/8	1 000	Eli Lilly demand notes.....	1 000 00	1 000 00
4/9	800 000	U.S. Treasury bills due 4/18/85	786 235 56	798 500 00
4/9	2 000 000	U.S. Treasury bills due 5/2/85.....	1 962 096 66	1 990 314 44
4/12	500 000	U.S. Treasury bills due 5/2/85	490 524 17	497 861 11
4/12	1 200 000	U.S. Treasury bills due 5/16/85	1 179 481 18	1 191 216 67
4/17	10 000	Tenneco demand notes.....	10 000 00	10 000 00
4/26	571 000	Eli Lilly demand notes.....	571 000 00	571 000 00
4/26	18 000	Ford Motor Credit demand notes	18 000 00	18 000 00
4/30	1 000 000	U.S. Treasury bills due 5/23/85	984 725 00	995 336 11
4/30	800 000	U.S. Treasury bills due 6/20/85	770 199 87	791 443 33
Purchases:				
4/1	\$ 250 000	General Motors Acceptance demand notes	8.72%	\$ 250 000 00
4/1	20 000	Highland Community Bank 8½ percent certificate of deposit due 4/1/86	8.50	20 000 00
4/1	20 000	Independence Bank 9¾ percent certificate of deposit due 9/30/86.....	9.75	20 000 00
4/1	20 000	Seaway National Bank 9 percent certificate of deposit due 4/1/86.....	9.00	20 000 00
4/1	2 400 000	U.S. Treasury bills due 5/23/85....	8.30	2 371 573 33
4/2	515 735	Busey First National Bank 8.55 percent certificate of deposit due 6/3/85	8.55	515 735 33
4/2	2 400 000	U.S. Treasury bills due 5/30/85....	8.26	2 368 486 67
4/3	2 000 000	U.S. Treasury bills due 5/23/85....	8.23	1 977 388 89
4/3	10 000	Tenneco demand notes.....	9.26	10 000 00
4/4	15 000	Ford Motor Credit demand notes...	8.74	15 000 00

<i>Date</i>	<i>Number</i>	<i>Description</i>	<i>Cost/Yield</i>	<i>Amount</i>
4/9	\$3 800 000	U.S. Treasury bills due 5/30/85....	8.19%	\$3 756 418 22
4/17	10 000	Chevron demand notes.....	8.42	10 000 00
4/18	395 000	U.S. Treasury bills due 10/31/85...	8.15	378 225 67
4/23	50 000	U.S. Treasury bills due 3/20/86....	8.49	46 368 19
4/24	2 000 000	U.S. Treasury bills due 7/11/85....	7.92	1 966 243 33
4/25	2 500 000	U.S. Treasury bills due 7/18/85....	7.93	2 454 558 33
4/25	550 000	U.S. Treasury bills due 9/19/85....	8.20	532 190 54
4/26	2 500 000	U.S. Treasury bills due 7/18/85....	7.96	2 454 926 39
4/26	571 000	General Motors Acceptance demand notes	8.11	571 000 00
4/29	80 000	Highland Community Bank 8¼ percent certificate of deposit due 4/29/86	8.25	80 000 00
4/29	80 000	Independence Bank 9.05 percent certificate of deposit due 4/29/86.....	9.05	80 000 00
4/29	100 000	Mid-City Bank 7.80 percent certificate of deposit due 7/29/85.....	7.80	100 000 00
4/29	80 000	Seaway National Bank 8¾ percent certificate of deposit due 4/29/86...	8.75	80 000 00
4/30	300 000	U.S. Treasury bills due 9/12/85....	8.17	291 078 75
4/30	450 000	U.S. Treasury bills due 12/26/85...	8.61	425 580 00

On motion of Mr. Hahn, the report was approved as presented.

SECRETARY'S REPORT

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

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

President Shepherd called attention to the schedule of meetings for the next few months: June 20, Chicago; July 18, Urbana-Champaign; September 12, Urbana-Champaign.

There being no further business, the board adjourned.

EARL W. PORTER
Secretary

NINA T. SHEPHERD
President