

MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

May 9, 1991



The May meeting of the Board of Trustees of the University of Illinois was held in the Pine Lounge, Illini Union, Urbana, Illinois, on Thursday, May 9, 1991, beginning at 8:30 a.m.

President Charles P. Wolff called the meeting to order and asked the secretary to call the roll. The following members of the board were present: Dr. Gloria Jackson Bacon, Mrs. Judith Ann Calder, Mr. Donald W. Grabowski, Mrs. Susan L. Gravenhorst, Mr. Thomas R. Lamont, Ms. Judith R. Reese, Mr. Charles P. Wolff. The following members of the board were absent: Mr. Kenneth R. Boyle, Governor Jim Edgar, Mrs. Nina T. Shepherd. The following nonvoting student trustees were present: Mr. Scott Forbes, Urbana-Champaign campus; Ms. Dawn O'Shay Kelly, Chicago campus.

Also present were President Stanley O. Ikenberry; Dr. Robert W. Resek, vice president for academic affairs; Dr. James J. Stukel, chancellor, University of Illinois at Chicago; Dr. Morton W. Weir, 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); Mr. Byron H. Higgins, university counsel; and Dr. Michele M. Thompson, secretary. In addition, the following persons were also

in attendance: Mr. Donald K. Coe, director, University Office of Public Affairs; Mr. Kirk Hard, executive assistant to the president of the University; and Mr. R. C. Wicklund, associate secretary.

EXECUTIVE SESSION¹

President Wolff, 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, to discuss pending, probable, or imminent litigation, the acquisition of real property, to discuss campus security, and to receive legal advice from counsel."

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

Disclosure of Executive Session Actions under Open Meetings Act

(1) Under an amendment to the Open Meetings Act passed by the General Assembly, effective July 1, 1989, public bodies subject to the Act which conduct business under exemptions specified in the Act must, at least every six months, determine whether the need for confidentiality still exists with respect to each item considered under such exemption.

The university counsel and the secretary of the board, having consulted with appropriate University officers, recommend that all matters considered in executive sessions of June 1990 through September 1990 and previously unreleased items from January 1990 ("Division of Intercollegiate Athletics Special Employment Conditions") and February 1990 ("Compensation Review—Division of Intercollegiate Athletics") be made available to the public.

I concur.

By consensus, the trustees approved of the recommendation as submitted, formal action to be taken subsequently when the board convenes in open meeting.

Personnel Matters—Central Administration

Vice President Bazzani reported briefly on plans to place the responsibility for personnel administration at the central administration level with Stephen K. Rugg, associate vice president for planning and budgeting. He explained that upon examination it was clear that the data management function for personnel purposes already resided in the budget and planning operation. Further, it is anticipated that some new initiatives in personnel studies will emanate from this unit. In addition, the assistant vice president currently in charge of personnel administration, Mr. Donald W. Ward, plans to retire within two years.

Next, Dr. Bazzani reported on plans to assign the University Office

¹ On the previous day, May 8, 1991, meetings of the Buildings and Grounds Committee and the Student Welfare and Activities Committee were held. The Buildings and Grounds Committee received a presentation on the architectural plan for the Chemical and Life Sciences Laboratory in Urbana, a report on several remodeling projects, and a summary of the plans for improvements to facilities in the auxiliary facilities system.

The Student Welfare and Activities Committee received a presentation that dealt with student abuse of alcohol on the Urbana campus. This included a video presentation by faculty members from several departments at the Urbana campus.

for Capital Programs to the Office of the Associate Vice President for Business and Financial Affairs. This will occur when Mr. Joseph F. Green, associate vice president for capital programs, retires, also within the next two years.

Personnel Matters—Chicago Campus

Chancellor Stukel told the board that Dr. Karen Hitchcock, vice chancellor for research and dean of the Graduate College, had announced her resignation to accept the position of vice president for academic affairs at the State University of New York at Albany. This will commence with the 1991 fall semester.

Dr. Stukel then informed the board that the search for a dean of the Jane Addams College of Social Work had produced three finalists (all are women). Dr. Stukel indicated that these individuals will be interviewed within the next three weeks.

Report on National Indirect Cost Recovery Controversy

President Ikenberry told the board that recent difficulties at Stanford University over misuse of Federally allowed overhead charges had necessitated that the University of Illinois, along with other major research universities, review all practices related to such expenses. President Ikenberry indicated that all practices regarding these expenses at the University had been reviewed and that some changes would be made to ensure that the reporting is quite clear and that any questions can be easily answered.

Pending Legislation

Mr. Hard reported on legislation under consideration in Springfield that would affect the organization of the University, if enacted. Mr. Hard reported on three of these bills, which would have an immediate effect on the University. One would sever the Chicago campus from the University system, and two would change the nature of the way trustees are selected.

University Hospital

At this time, Dean Gerald Moss, College of Medicine, joined the meeting. He and Mr. Hard reported on several issues concerning the relationship between the University Hospital and Cook County Hospital. Mr. Hard indicated that there was little support in Springfield for the county taking over the University Hospital. Dr. Moss reported on the status of the accreditation process now underway for Cook County Hospital.

Status of Students Returning from Military Service in the Persian Gulf

Mr. Lamont asked about policies regarding students returning to the University from military service in the Persian Gulf. Chancellor Weir

reported on the procedure for readmission for these students. He also indicated that there would be a salute to these students at the first football game this fall at the Urbana campus.

Chancellor Stukel stated that at the Chicago campus there would be a tree planted and a plaque dedicated to these students on the Chicago campus. Also, there would be special efforts made to smooth the readmission of these students.

Management of Allerton House

President Wolff asked Chancellor Weir about the departure of staff from management positions at Allerton. Dr. Weir outlined some of the difficulties at Allerton House and reviewed the actions that have been taken.

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session adjourned at 9:30 a.m. for a meeting of the Academic Affairs Committee.¹

BOARD MEETING AS A COMMITTEE OF THE WHOLE

Beginning at 11 a.m., the board met as a Committee of the Whole to receive a presentation regarding procurement procedures at the University. This was a detailed description of purchasing as a highly regulated process carried out in both a centralized and decentralized manner at the University. A copy of the background materials is filed with the secretary of the board.

MINUTES APPROVED

The secretary presented for approval the press proof of the minutes of the Board of Trustees meeting of October 11, 1990, copies of which had previously been sent to the board.

On motion of Mrs. Gravenhorst, 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

The president then asked Chancellor Weir to comment on a variety of publications from the Urbana campus that had been distributed to the board at the table. Copies of these are filed with the secretary.

President Ikenberry then reported on his testimony to the Illinois Senate Appropriations Committee, noting that he was cordially received and that the session went well. He also noted that the financial situation

¹ The Academic Affairs Committee received a report on the tenure and promotion process at the University.

² University Senates Conference: Robert G. Spitze, professor of agricultural economics, Urbana-Champaign campus; Urbana-Champaign Senate Council: Dale S. Montanelli, director of administrative services and associate professor of library administration; Chicago campus Senate: Stanley K. Shapiro, professor of biological sciences.

of the State was worsening, affecting the University's capital projects most immediately.

The president stated that extension of the current surtax was essential for the University and for the State. He then stressed the problems created by uncertainty about the funding of education and human services funded by the surtax.

In closing, President Ikenberry told the board that on May 12 commencement exercises would be held at the Urbana campus and that approximately 10,000 students would be awarded degrees.

OLD BUSINESS

There was no business reported under this aegis.

NEW BUSINESS

Mrs. Calder summarized talks she had had with Mrs. Ruth Rothstein, director of Cook County Hospital. These centered on plans for residencies at Cook County Hospital. Also, Mrs. Calder indicated that she would be meeting with Dr. Dieter Hausmann, a consultant to the University Hospital, about strategic planning for the University Hospital.

Mr. Lamont reported on sessions he had attended at the meeting of the Association of Governing Boards in Miami in April, stating that these were useful to him as a new trustee.

Mrs. Gravenhorst suggested that a process for studying the operation of board committees be considered with an eye to changing the way the board committees function.

President Wolff indicated that he had an outline for conducting this review and would discuss this with the board at the June or July meeting.

REGULAR AGENDA

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 2 through 12 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Interim Vice Chancellor for Academic Affairs, Chicago

(2) The chancellor at Chicago has recommended the appointment of David C. Broski, presently dean of the College of Associated Health Professions and professor of medical education in the College of Medicine and professor of health resources management in the School of Public Health, as interim vice chancellor for academic affairs beginning May 9, 1991, at an annual salary of \$120,000. Dr. Broski will continue to hold the rank of professor on indefinite tenure. He succeeds James J. Stukel who was appointed chancellor on March 14, 1991.

I recommend approval.

On motion of Ms. Reese, this appointment was approved.

Interim Vice Chancellor for Student Affairs, Chicago

(3) The chancellor at Chicago has recommended the appointment of Marie L. Robinson, presently associate dean for student and alumni affairs and assistant professor of social work in the College of Associated Health Professions, as interim vice chancellor for student affairs beginning May 9, 1991, at an annual salary of \$110,000. Dr. Robinson will succeed Thomas W. Beckham who will assume the duties of the senior advisor to the chancellor.

I recommend approval.

On motion of Ms. Reese, this appointment was approved.

Head, Department of Ecology, Ethology, and Evolution, Urbana

(4) The chancellor at Urbana, after consultation with the dean of the College of Liberal Arts and Sciences, recommends the appointment of Lowell L. Getz, presently professor of ecology, ethology, and evolution and acting head of the department, as head of the Department of Ecology, Ethology, and Evolution beginning May 9, 1991, on an academic year service basis at an annual salary of \$68,590.

Dr. Getz will continue to hold the rank of professor on indefinite tenure. He has been acting head of the Department of Ecology, Ethology, and Evolution since the beginning of the 1988-89 academic year replacing Dr. George O. Batzli who relinquished the headship to return to his full-time faculty position.

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

I recommend approval.

On motion of Ms. Reese, this appointment was approved.

Head, Department of Veterinary Biosciences, Urbana

(5) The chancellor at Urbana, after consultation with the dean of the College of Veterinary Medicine, recommends the appointment of Dr. Richard F. Bevill, Jr., presently professor of veterinary biosciences and acting head of the department, as head of the Department of Veterinary Biosciences beginning May 9, 1991, on a twelve-month service basis at an annual salary of \$91,700.

Dr. Bevill will continue to hold the rank of professor on indefinite tenure. He has been acting head of the department since November 1, 1990, replacing Dr. William Wagner who resigned the headship to become the associate dean for research of the College of Veterinary Medicine, assistant director of the Agricultural Experiment Station, and assistant director of the Center for Zoonoses Research.

This nomination is made after consultation with the faculty members of the department and is supported by the Advisory Committee of the department and the Executive Committee of the college. The vice president for academic affairs concurs.

I recommend approval.

On motion of Ms. Reese, this appointment was approved.

Interim Dean, College of Associated Health Professions, Chicago

(6) The chancellor at Chicago has recommended the appointment of Leopold George Selker, presently associate dean of the College of Associated Health Professions and professor of medical social work and physical therapy, as interim dean of the College of Associated Health Professions beginning May 9, 1991. Dr. Selker will continue to

hold the rank of professor on indefinite tenure. He succeeds David C. Broski who becomes interim vice chancellor for academic affairs on May 9.

I recommend approval.

On motion of Ms. Reese, this appointment was approved.

Appointments to the Faculty

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

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

- A — Indefinite tenure
- N — Term appointment not eligible to be appointed for an indefinite term and not credited toward probationary period
- Q — Initial term appointment for a professor or associate professor
- T — Terminal appointment accompanied with or preceded by notice of nonreappointment
- W — One-year appointment subject to special written agreement
- Y — Twelve-month service basis
- 1-7 — Indicates the number of years of service which will be credited at the end of the contract period toward completion of the probationary period relating to tenure.

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

Urbana-Champaign

RICHARD J. BRAZEE, assistant professor of forestry, May 21-June 20, 1991 (N) for \$4,444.45 and beginning August 21, 1991 (1), at an annual salary of \$40,000.

J. STEVEN GREENE, director of development, Division of Intercollegiate Athletics, beginning April 1, 1991 (N), at an annual salary of \$64,236.

MICHAEL T. HEATH, professor of computer science (Q) and senior computer scientist in the Center for Supercomputing Research and Development (N), beginning March 1, 1991 at an annual salary of \$73,635.

Chicago

RICHARD P. O'CONNOR, assistant professor of clinical medicine, on 55 percent time, and physician surgeon, on 45 percent time, College of Medicine at Peoria, beginning April 1, 1991 (NY55;NY45), at an annual salary of \$110,000.

C. LUCY PARK, assistant professor of pediatrics, on 88 percent time, and physician surgeon, on 12 percent time, College of Medicine at Chicago, beginning April 15, 1991 (1Y88;NY12), at an annual salary of \$82,500.

GEORGE M. WATKINS, professor of clinical surgery, on 50 percent time; physician surgeon, on 15 percent time, and director of Trauma Center, on 35 percent time, College of Medicine at Peoria, beginning April 1, 1991 (AY50;NY50), at an annual salary of \$240,000.

WALTER R. WILKINS, assistant reference librarian and assistant professor, beginning April 1, 1991 at an annual salary of \$31,000.

XIMING YANG, research assistant professor of pediatrics, College of Medicine at Chicago, beginning April 1, 1991 (1Y), at an annual salary of \$40,000.

On motion of Ms. Reese, these appointments were confirmed.

Sabbatical Leaves of Absence

(8) On motion of Ms. Reese, 15 sabbatical leaves of absence recommended by the chancellors at the two campuses were granted. These leaves will be included in an annual compilation of 1991-92 sabbatical leaves of absence to be made a part of the board *Proceedings*.

Family Housing Rates, Urbana Campus

(9) The chancellor at Urbana has recommended rate changes for University-operated housing for the 1991-92 academic year. The increases are required to meet operational costs (salaries and wages, utilities, general price increases) and to provide for debt service and repair and replacement reserve requirements.

Goodwin-Green (monthly rates—includes heat)

<i>Unit</i>	<i>1990-91</i>	<i>Proposed, 1991-92</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Sleeping rooms	\$256	\$274	\$18	7.0
Zero bedroom	300	321	21	7.0
Zero bedroom with dining	307	328	21	6.8
One bedroom	358	383	25	7.0
One bedroom with dining	367	392	25	6.8

Orchard Downs (monthly rates)

<i>Unit</i>	<i>1990-91</i>	<i>Proposed, 1991-92</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
One bedroom	\$286	\$306	\$20	7.0
Two bedroom	319	341	22	6.9
Two bedroom, unfurnished	250	267	17	6.8

Race and Florida (monthly rates)

<i>Unit</i>	<i>1990-91</i>	<i>Proposed, 1991-92</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
One bedroom	\$423	\$457	\$34	8.0
Two bedroom	542	585	43	8.0
Two bedroom, unfurnished	569	615	46	8.1

I recommend approval.

On motion of Ms. Reese, these recommendations were approved.

Establishment of Frances B. Geever Professorship in Pathology and Appointment of Frances B. Geever Professor of Pathology, Chicago

(10) The late Erving F. Geever, M.D., a 1936 graduate of the University of Illinois College of Medicine and a retired professor of pathology at the Albert Einstein College of Medicine in New York, on September 1, 1981, entered into a testamentary fund agreement with the University of Illinois Foundation to establish the Frances B. Geever Professorship in Pathology. The annual income from the fund shall be used first to supplement the funding of a faculty position in the Department of Pathology in the College of Medicine at Chicago to be known as the "Frances B. Geever Professorship in Pathology"¹ and to provide for the payment of certain expense in connection with the professorship.

The chancellor at Chicago recommends approval of the establishment of the Frances B. Geever Professorship in Pathology. The dean of the College of Medicine recommends the appointment of Martin A. Swerdlow, presently professor of pathology

¹ The annual net income from the endowment has also been used to sponsor the "Leon and Frances D. Geever Visiting Professor" in the College of Medicine at Chicago for an individual who has had a long and distinguished career, either academic or practicing, or both, in a medical field, discipline, or specialty.

and head of the Department of Pathology and physician surgeon in the College of Medicine, as the first Frances B. Geever Professor of Pathology.

The vice president for academic affairs concurs.

I recommend approval.

On motion of Ms. Reese, these recommendations were approved.

Establishment of a Department of East Asian Languages and Cultures, College of Liberal Arts and Sciences, Urbana

(11) The Urbana-Champaign Senate recommends the establishment of a Department of East Asian Languages and Cultures in the College of Liberal Arts and Sciences. The new department will be the academic and administrative home for Asian Studies courses and degree programs currently sponsored by the Center for East Asian and Pacific Studies. The department faculty will consist initially of all faculty members now holding a budgeted position within the center. The undergraduate major in Asian Studies and the master's degree program in Asian Studies will therefore be transferred to the new Department of East Asian Languages and Cultures. The new unit will be administered by an executive officer who will be chosen in accord with the University *Statutes* and the approved departmental bylaws, and who will report to the dean of the College of Liberal Arts and Sciences. The Center for East Asian and Pacific Studies will remain in existence with the mission of promoting and coordinating research, study, and instruction in this area.

For many cultural, historical, political, and economic reasons, the study of East Asia and the Pacific rim has been critical for the nation and for Illinois. The Center for Asian Studies (renamed in 1985 the Center for East Asian and Pacific Studies) was created in 1964 to promote research and to coordinate teaching about Asia, but early in its history the center was given the additional responsibility for teaching East Asian courses, particularly in languages. On this campus, no other area studies center has this dual role; instruction in all other major languages is administered through traditional language and literature departments. Among all major institutions, only the University of Illinois offers East Asian language instruction within an administrative unit that is not a department; and the center has lost its status as a comprehensive National Resource Center in Foreign Languages and Area Studies in the national Title VI competition in large part because the absence of a department of East Asian languages is viewed as less than full commitment by the University of Illinois to this important area. The present proposal will not only redress these weaknesses, but will advance East Asian studies by reestablishing and promoting instruction within a department with an instructional mission, and by restoring to the center its proper role and mission.

The establishment of the new department will be accompanied by the permanent transfer of faculty and teaching assistantship lines now within the budget of the Center for East Asian and Pacific Studies. A portion of nonacademic, wage, expense, and equipment funds will also be separated out from the budget of the center and transferred to the department. No new funds are requested.

The chancellor and vice president for academic affairs concur with the senate recommendation.

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

On motion of Ms. Reese, this recommendation was approved.

Naming of the International Studies Building, Urbana

(12) On January 11, 1990, the Board of Trustees approved the selection of an architect/engineer for the construction of a new building on the Urbana campus to house the Center for African Studies, Center for East Asian and Pacific Studies, Center for Latin American and Caribbean Studies, Russian and East European Center,

Program in South and West Asian Studies, West European Studies, and the Office of International Programs and Studies. During the planning and construction of this building, which is located on Fifth Street near Chalmers, Champaign, it has come to be known as the "Area Studies and International Programs Building." The heads of those units which will occupy this facility have now recommended to the vice chancellor for academic affairs that it be officially designated as the "International Studies Building." Such a designation would be in accordance with Article V, Section 4(b) of the *General Rules Concerning University Organization and Procedure*, which states that "buildings should be named in such a way as to denote their general use as a matter of convenience to students as well as to visitors."

On motion of Ms. Reese, this recommendation was approved.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 13 through 21 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Auxiliary Facilities System Revenue Bonds, Series 1991

(13) The board, at its meetings on February 14, 1991, and March 14, 1991, took a number of actions leading towards the issuance of revenue bonds to finance improvements and enhancements to the Auxiliary Facilities System. These included authorizations to:

1. Employ John Nuveen & Co., Inc., as financial advisor.
2. Employ Chapman and Cutler as bond counsel.
3. Submit a number of projects to the Illinois Board of Higher Education (IBHE) for its approval as the intended improvements and enhancements to be funded by the sale of bonds.
4. Engage Morgan Stanley & Co., Inc., as senior managing underwriter.
5. Prepare a Preliminary Official Statement, a Bond Resolution, and any other documents needed to issue bonds.
6. Seek and secure ratings from the rating agencies.

Since March 14, University staff, working in concert with the financial advisor, bond counsel, senior managing underwriter, and underwriter's counsel, have:

1. Prepared an Official Statement and a Bond Resolution for the Board of Trustees of the University of Illinois Auxiliary Facilities System Revenue Bonds, Series 1991 (the "Bonds").
2. Engaged the firms of First Chicago Capital Markets, Inc., Paine Webber Incorporated, Guzman & Company, and Grigsby Brandford Powell Inc., as comanagers.
3. Met with bond rating agencies.
4. Developed a recommended structure for the bond issue.

Also, at its April 2, 1991, meeting, the IBHE approved the projects as requested by the board. The estimated cost of these projects, including the acquisition and remodeling of Circle Court, is \$82 million. One of the projects approved earlier by this board and the IBHE called for \$2.1 million to be spent on acquiring land for recreation and/or parking consistent with the UIC Master Plan. At this time, interest rates are such that an additional \$3.5 million could be applied towards the purchase of land at UIC, bringing the project(s) to a total of \$85.5 million, but with annual debt service within the limits of debt service previously discussed with the board.

It is estimated that a par amount of Series 1991 bonds not exceeding \$92 million will be issued and that the total sources and uses of funds will approximate:

Sources:*

Par Amount of Bonds	\$92 000 000
Construction Fund Earnings	4 700 000
Capitalized Interest Earnings	15 000
Reserve Fund Earnings	70 000
Accrued Interest	<u>235 000</u>
<i>Total Sources</i>	\$97 020 000

Uses:*

Construction Costs	\$85 500 000
Capitalized Interest	500 000
Debt Service Reserve Deposit	6 090 000
Issuance Costs	250 000
Underwriters Discount	1 380 000
Original Issue Discount	3 065 000
Accrued Interest	235 000
Bond Insurance	<u>-0-</u>
<i>Total Uses</i>	\$97 020 000

*Subject to change, and to appropriate downsizing, if the Circle Court project (\$12 million) is not included in the issue.

With respect to the bonds, they are issuable as fully registered bonds and do not constitute an obligation of the State of Illinois, or of individual members, officers, or agents of the Board of Trustees, but are payable solely by the board from net revenues of the Auxiliary Facilities System and from student tuition and fees, as well as certain other funds pledged to pay principal of, redemption premium, if any, and interest on the bonds.

All legal matters incidental to the authorization and issuance of the bonds by the board; the Official Statement; and the Bond Resolution have been approved by Chapman and Cutler, bond counsel, Chicago, Illinois. Certain legal matters will be passed upon by Schiff Hardin & Waite, underwriter's counsel, Chicago, Illinois.

The president, with the concurrence of appropriate administrative officers, recommends:

1. Approval of an addition of \$3.5 million to the project(s) to purchase land for recreation and/or parking at UIC, consistent with the UIC Master Plan.
2. Approval of the Official Statement for the bonds.¹
3. Adoption of the Third Supplemental System Revenue Bond Resolution.¹
4. Approval of the Bond Purchase Agreement with Morgan Stanley & Co., Inc., as representatives of the purchasers, wherein the purchasers, jointly and severally, agree to purchase from the board and the board agrees to sell to the purchasers all (but not less than all) of the bonds in aggregate original principal amount not exceeding \$92 million. The price at which the bonds will be purchased from the University by the underwriters will not be less than 98.5 percent of the price at which the bonds will be

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.

offered to the public, and the all-in cost of borrowing for the issue will not exceed 7.8 percent.¹

5. Approval to seek and purchase bond insurance at a rate not to exceed .35 percent of total debt service, if such purchase is deemed economically beneficial following consultation with financial advisor and underwriters.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 the 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 the 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 Official Statement, the Bond Resolution, the Third Supplemental Resolution, and the Bond Purchase Agreement and all acts and things whether heretofore or hereafter done or performed by and of the officers of the 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 Dr. Bacon, these recommendations were approved by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Contract, Replace Light Fixtures, Parking Structure, Chicago

(14) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of a contract for \$99,000 to Loyola Electrical Construction Company, Inc., Chicago, the low bidder on its base bid, for the replacement of light fixtures in parking structure no. 2 at the corner of Taylor and Halsted Streets at Chicago.

The work will include replacing all exterior ceiling-mounted 175-watt mercury vapor light fixtures with 100-watt metal halide light fixtures as a security and energy conservation measure.

Funds are available in the restricted funds operating budget of the Parking Division.

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

On motion of Dr. Bacon, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

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 student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Contracts, Institute of Government and Public Affairs, Urbana

(15) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of the following contracts for construction of a 13,400 gross square feet facility for the Institute of Government and Public Affairs at the Urbana campus. The award in each case is to the lowest bidder on its base bid plus acceptance of the indicated alternates.

Division I—General

S. W. Broeren, Inc., Champaign	Base Bid ...	\$983 800	
	Alt. G-1 ...	5 520	
	Alt. G-2 ...	14 200	
	Alt. G-3 ...	1 590	
	Alt. G-4 ...	475	
	Alt. G-6 ...	1 800	
	Alt. G-7 ...	<u>(5 200)</u>	
			\$1 002 185

Division II—Plumbing

Reliable Plumbing & Heating Company, Champaign.....	69 300
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Division III—Heating

Nogle & Black Mechanical, Inc., Urbana	47 183
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Division IV—Ventilation and Air Distribution

Hart & Schroeder Mechanical Contractors, Inc., Champaign.....	58 958
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Division V—Electrical

Remco Electrical Corporation, Champaign	159 800
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Division VI—Fire Protection

PIPICO Companies, Ltd., Peoria	<u>35 800</u>
Total.....	\$1 373 226

It is further recommended that all contracts, other than the contract for general work, be assigned to the contractor for general work.

It is also recommended that the firm of Bradley, Likins, Dillow, Drayton, Architects, Decatur, be employed for the architectural and engineering contract administrative services required during the construction phase on a fixed-fee basis of \$24,500; and to provide the required on-site observation on an hourly basis, estimated at \$17,200 plus authorized reimbursements estimated to be \$3,000.

Funds for the project are available from the institutional funds operating budget of the Institute for Government and Public Affairs.

A schedule of the bids received, a description of the alternates, and the architect's hourly rate schedule have been filed with the secretary of the board for record.

The project consists of a 13,400 gross square feet, two-story wood frame structure with brick veneer, sloped roof with asphalt shingles, drywall interior partitions, carpeted offices, acoustical tile ceilings, plumbing, heating, air conditioning, sprinkler, and electrical work.

On motion of Dr. Bacon, these contracts were awarded by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Contract, Parking Lot Renovation, Orchard Place, Urbana

(16) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$124,099 to Cross Construction, Urbana, the low bidder, on its base bid, for the renovation of the parking lot at Orchard Place at the Urbana campus.

The work consists of demolition of curbs and sidewalks and construction of curbs and gutters, sidewalks, pavement, and bituminous surfacing of parking lot and access drives.

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

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

On motion of Dr. Bacon, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Employment of Architect/Engineer, Law Building Addition and Remodeling, Urbana

(17) In November 1990, the firm of O'Donnell, Wicklund, Pigozzi and Peterson, Architects, Inc., Deerfield, was employed for the program definition/concept development phase for the Law Building addition and remodeling project at the Urbana campus.

The program definition/concept development of the proposed facility is complete, and it is now proposed that planning for the project proceed.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that O'Donnell, Wicklund, Pigozzi and Peterson, Architects, Inc., Deerfield, be employed for the professional services required for the schematic design through the bidding phase of the project.

The professional services required through the receipt of bids will be at a fixed fee of \$525,741, plus authorized reimbursements estimated to be \$84,000.

The proposed \$10.0 million project consists of a 50,000 gross square feet addition to the existing facility and approximately 21,000 gross square feet of remodeled area in the existing Law Building. It is anticipated that bids will be received in April 1992.

Funds for this contract are available from private gift funds through the University of Illinois Foundation.

On motion of Dr. Bacon, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

**Employment of Architect/Engineer,
Repair and Remodeling,
Circle Court Building, Chicago**

(18) On September 13, 1990, the Board of Trustees authorized the purchase of the Circle Court Shopping Center located at 500 South Racine Avenue, Chicago. The negotiations are proceeding, and it is anticipated that the property will be acquired in the near future.

As was reported to the board, general building and parking deck repairs, building upgrades, and office buildout construction activities will be required to convert the 209,600 gross square foot building for use by high-traffic University administrative functions involving student services.

It is anticipated that the total conversion will be undertaken in phases over a period of years as tenant leases expire and space becomes available. The first-phase space is required as soon as the acquisition and remodeling can be completed. It is necessary, therefore, to employ the professional services required through the bidding phase for the office buildout of approximately 52,000 net assignable square feet, general repairs of the building's parking areas, and building upgrade for compliance with standard University requirements.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the firm of Jack Train Associates, Inc., Chicago, be employed at a fixed fee of \$186,500, plus reimbursables estimated to be \$30,000 for the services described above.

Funds will be provided initially by the Auxiliary Facilities System with reimbursement anticipated through a subsequent revenue bond issue for this project.

Following acquisition of the property and upon receipt of satisfactory bids, the Board of Trustees will be requested to approve contracts for construction and the employment of the firm for services during the construction phase.

On motion of Dr. Bacon, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Purchases

(19) 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:

<i>From Appropriated Funds</i>	
Recommended	\$ 734 533
<i>From Institutional Funds</i>	
Recommended	<u>16 254 066</u>
<i>Grand Total</i>	\$16 988 599

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 Dr. Bacon, the purchases recommended were authorized by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Employment of Architect/Engineer, Remodel/Upgrade Neuropsychiatric Institute, Chicago

(20) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Nagle, Hartray & Associates, Ltd., Chicago, for the professional services required for the remodeling of approximately fifty percent of the fourth and fifth floors of the Neuropsychiatric Institute's north tower at the Chicago campus.

The professional services required for the approximately \$800,000 project consists of master planning, program analysis, and verification for the total project budget for the remodeling, renovation, and upgrade of the north tower, and restoration and upgrade of the building entrance, first floor lobby, building systems, and building exterior, as well as the planning and construction for the initial remodeling program which includes partial remodeling of the fourth and fifth floors of the north tower.

The fee for the professional services required through construction will be on an hourly basis at an amount not to exceed \$70,000 plus authorized reimbursements estimated to be \$7,000, which includes photographs, mock-ups, specialized site tests, on-site supervision, and printing.

Funds for this contract are available in the Fiscal Year 1991 restricted funds operating budget of the College of Medicine.

On motion of Dr. Bacon, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mrs. Calder, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mr. Wolff; no, none; absent, Mr. Boyle, Governor Edgar, Mrs. Shepherd.

(The student advisory vote was: Aye, Mr. Forbes, Ms. Kelly; no, none.)

Disclosure of Executive Session Actions Under Open Meetings Act

(21) Under an amendment to the Open Meetings Act, effective July 1, 1989, public bodies subject to the Act which conduct business under exemptions specified in the Act must, at least every six months, determine whether the need for confidentiality still exists with respect to each item considered under such exemption.

Attached are copies of the minutes of the executive sessions of June through September 1990 and previously unreleased items from January 1990 ("Division of Intercollegiate Athletics Special Employment Conditions") and February 1990 ("Compensation Review—Division of Intercollegiate Athletics"). The university counsel and the secretary of the board, after consultation with appropriate administrative officers, have recommended that all items considered in those sessions be released to the public. (Attached materials are filed with the secretary of the board for record.)

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

Comptroller's Monthly Report of Contracts Executed

(22) The comptroller submitted the May 1991 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.

**Comptroller's Report of Investment Transactions
through April 15, 1991**

(23) The comptroller presented the above report which includes transactions under Finance and Audit Committee guidelines and transactions under the comptroller's authority. A copy of this report is filed with the secretary of the board.

This report was received for record.

Quarterly Report of the Comptroller

(24) The comptroller presented his quarterly report as of March 31, 1991. A copy has been filed with the secretary of the board.

This report was received for record.

SECRETARY'S REPORT

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

RESOLUTION, VIRGINIA J. HENDRIX

Mrs. Gravenhorst presented for adoption a resolution recognizing the service of Miss Virginia J. Hendrix. It was adopted by the board unanimously. (A copy is filed with the secretary of the board for record.)

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

President Wolff called attention to the schedule of meetings for the next few months: June 13, Chicago; July 11, Urbana-Champaign; September 12, Chicago.

There being no further business, the board adjourned.

MICHELE M. THOMPSON

Secretary

CHARLES P. WOLFF

President