

MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

November 13, 1992



The November meeting of the Board of Trustees of the University of Illinois was held in the Room C, Chicago Illini Union, Chicago campus, Chicago, Illinois, on Friday, November 13, 1992, beginning at 8:45 a.m.

President Thomas R. Lamont 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, Mr. Kenneth R. Boyle,¹ Mr. David J. Downey, Mr. Donald W. Grabowski, Mrs. Susan L. Gravenhorst, Mr. Thomas R. Lamont, Ms. Judith R. Reese, Mrs. Nina T. Shepherd. The following members of the board were absent: Mrs. Judith Ann Calder, Governor Jim Edgar. The following nonvoting student trustees were present: Mr. Mark B. Begovich, Urbana-Champaign campus; Mr. Craig M. Lawless, 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; Mr. Bernard T.

¹ Mr. Boyle joined the meeting at 9 a.m.

Wall, treasurer; 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 Lamont, 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 Ms. Reese and approved unanimously.

Report from Chair of Search Committee for Chancellor, Urbana-Champaign campus

At the first executive session, attendance was limited to the trustees, President Stanley O. Ikenberry, Secretary Michele M. Thompson, and Dr. Jesse Delia. President Ikenberry thanked Dr. Delia for joining the board and asked him to report on the progress of the search.

Dr. Delia opened his remarks by stating that one aim of the search committee is to find a person who can start quickly to perform the tasks expected of a chancellor, without much training. He explained the reason the committee deems this important is that there are several issues of considerable importance that will confront a new chancellor immediately. These are: management of the campus budget, strengthen the internal environment of the campus to encourage students and faculty in these difficult times, raise funds for the campus as a part of the planned capital campaign, and also manage the demanding time schedule of the chancellor.

Dr. Delia stressed again at this meeting that this search has been characterized by efforts to reach out and tap a very diverse pool of potential candidates. To date he reported that 1200 direct contacts have been made with individuals considered prospects for this position; 20 percent of these by Dr. Delia himself. The committee now has 160 applications and nominations on file. Of this number, 50 percent have campus-wide experience, 10 percent are minority group members, and 25 percent are women.

Dr. Delia noted that with the recent announcement of Vice Chancellor Robert M. Berdahl's departure to become president of the University of Texas, the committee felt even more strongly the need to find candidates who could function effectively almost immediately upon entering the position.

¹ The previous day, as a part of the Committee on Academic Affairs meeting, the trustees visited classes on the Chicago campus and met with students and faculty.

He indicated that the committee was organized and functioning well. Further, Dr. Delia said he hoped that the committee could report to the president in February or March 1993, with a list of candidates for the position.

At 9 a.m., Dr. Delia left the executive session and the other general officers joined the board members for discussion of other items in executive session.

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 attached copies of the minutes of the executive sessions of October 1991 through April 1992, and previously unreleased items from November 1990 through September 1991, are marked to indicate which items considered in executive session are recommended for continuing confidential status, e.g., *items of land acquisition in November of 1990, January, February, June, July, September, October of 1991, January and March of 1992; personnel matters in April of 1992; and pending litigation in June and September of 1991, February and March of 1992.* None of these have yet been resolved. (Attached materials are filed with the secretary of the board for record.)

The university counsel and the secretary of the board, having consulted with appropriate University officers, recommend that the indicated items retain confidential status at this time and that the president of the University be authorized to release those items when appropriate. It is further recommended that all other matters considered in executive session for the period 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.

Report from Legal Counsel

(2) Mr. Higgins introduced the topic of a hazardous waste site in Maxey Flats, Kentucky, for which there is now national "super funds" available for cleaning this area. The University is a *de minimus* contributor to this site inasmuch as waste was placed there in the 1970's by the University. Mr. Higgins asked for authorization to pay a settlement, estimated to be approximately \$105,000 for this. This represents the University's portion of a large group of contributors to the waste site. If the University joins with this group, there is a possibility of a savings on legal fees.

By consensus, the board agreed to direct Mr. Higgins to proceed with this settlement offer.

Personnel Matters, Urbana Campus

Chancellor Weir reported that given the fact that Vice Chancellor Robert M. Berdahl has announced that he will leave the position of vice chancellor for academic affairs, he would appoint an interim vice chancellor for academic affairs and initiate a search for a successor as soon as possible. Dr. Weir's intent is to have a list of candidates for the new chancellor to consider when that person assumes the role of

chancellor. He indicated that Dr. Berdahl was consulted and agreed that an interim vice chancellor should be appointed.

Report on Negotiations with American Federation of State, County, and Municipal Employees (AFSCME)

Dr. Bazzani reported that the decertification election held October 28 at the Urbana campus upheld AFSCME as the bargaining agent for several classes of employees at the Urbana campus. Further, the unfair labor practice charge filed by AFSCME against the University, as reported at the meeting of the board on October 15, has been dropped. He indicated that efforts are underway by the University to look at the possibilities for a salary increase for this year as well as the next two years, as both sides want a three-year contract.

EXECUTIVE SESSION ADJOURNED¹

There being no further business, the executive session adjourned at 9:15 a.m. The board reconvened in regular session at 9:20 a.m. for meetings of the Committee on the University Hospital, the Committee on Buildings and Grounds, and the Committee on Finance and Audit. The Board of Trustees reconvened in regular session at 11:50 a.m.

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

President's Report

President Ikenberry, responding to a request from several board members at the October 1992 meeting of the board, outlined for the board the process being followed by the University in considering program

¹ The Committee on the University Hospital received a report from Dr. Henri R. Manasse, Jr., interim vice chancellor for health services, Chicago campus, that included information on the development of the Mile Square Health Center and the characteristics of the patient population at that facility. The board members were told that the budget for Mile Square would not be approved by the City of Chicago until some time in December. When that is completed the Executive Committee of the board will be asked to approve the budget for the board. Further comments by Dr. Manasse concerned the patient census at the hospital, which is now comparable to that of 1988; the status of the contract with Humana-Michael Reese for provision of educational programs for the health sciences colleges; and the status of the Operations Improvement project in the hospital. It was explained that there might be a list of items to be reduced in the hospital by the end of December.

The Committee on Buildings and Grounds considered several selections of architectural/engineering services for projects on both campuses; a status report on the progress of the renovation of the Lecture Center and Forum area at Chicago; three design presentations for projects at Urbana; and a site approval recommendation for a sculpture at Willard Airport, Urbana. All items received recommendations approving them for referral to the board for a vote of all board members.

The Committee on Finance and Audit considered three issues: the Quarterly Report of Investments; a suggested benchmark index for the University, recommended by Ennis, Knupp & Associates, Inc.; Report of the Comptroller; and Report of Auxiliary Facilities System. Copies of these reports are filed with the secretary.

² University Senates Conference: Edward A. Lichter, professor of medicine and physician surgeon, College of Medicine at Chicago; Urbana-Champaign Senate Council: Gordon J. Baker, professor of veterinary clinical medicine, and chief of staff, Large Animal Clinic; Chicago campus Senate: David Bardack, professor of biological sciences.

priorities, with particular attention to the School of Social Work at Urbana.

The president recounted that in the reallocation process undertaken by the University in 1989, with a goal of reallocating \$40 million, \$75 million had actually been identified for reallocation. In determining areas for reduction and areas for budgetary supplement, the chief criterion for decision making was the centrality of the program to the mission of the campus. He emphasized that there was much discussion and consultation in this process.

The president stressed that the major issue for the future is the gap between the needs of the academic programs and the resources available to address these needs, along with the need to keep tuition in check. He told the board that early on the campuses realized that cuts made across the board would not work if quality of programs was to be maintained.

Further, the president stated that this process will require much more time before recommendations for program alterations actually reach them for their deliberation. He indicated that there was another progress report due from the Illinois Board of Higher Education in February 1993. He told the board that during the next year every program will undergo some scrutiny and adaptation.

(Mr. Boyle left the meeting at this time.)

Following President Ikenberry's remarks, Vice Chancellor Berdahl and Vice Chancellor Broski reported on procedures in effect at the two campuses for evaluating programs and recommending changes within the campuses when initial recommendations for change were suggested.

OLD BUSINESS

There was no business presented under this aegis.

NEW BUSINESS

Mr. Begovich reported on concerns of students at the Urbana campus, primarily concerns about safety on campus. Mr. Begovich indicated that he had discussed these with Chancellor Weir and Vice Chancellor Wendel and thought that the campus administration was prepared to address these problems in positive and deliberate ways. He also referred to a pending referendum calling for reduced ticket prices for students for events at Krannert Center.

Mr. Lawless reported on the visit of Dr. Mae Jemison, astronaut, to the Chicago campus, as well as a visit from Dr. Antonia Novello, U.S. Surgeon General. Next, he announced that there would be a teleconference emanating from UIC on the topic of sexual harassment on campus. Finally, Mr. Lawless noted again the concerns of students at the Chicago campus about the manner in which the Illinois Student Assistance Commission (ISAC) designates that campus and in turn the

students for purposes of eligibility for financial assistance. To this last point, President Ikenberry emphasized, as he had at the October meeting of the board, that this truly needed to be rectified and that a resolution regarding this ought to be sent to ISAC. He went on to say that this was creating a serious problem for UIC students and forcing them to seek employment for more hours in order to compensate for lower financial assistance awards.

Introduction of Newly Elected Trustee

President Lamont introduced Jeffrey Gindorf, M.D., who was elected trustee in the election on November 3, 1992.

Resolution to Honor Dwight "Dike" Edelman

Next, Mr. Boyle offered for adoption a resolution to Dwight "Dike" Edelman of the Division of Intercollegiate Athletics on the occasion of his retirement.

On motion of Mr. Grabowski, it was adopted by the board unanimously. (A copy is filed with the secretary of the board for record.)

Commendation to Paul J. Doebel

Chancellor Weir commended Associate Vice Chancellor Paul J. Doebel, on the occasion of his retirement from the University, for outstanding service to the University for 46 years. Dr. Weir noted that Mr. Doebel joined the University staff in 1952. In addition, he told the board that both Mr. Doebel and his wife Patricia Doebel and each of their seven children held degrees from the University of Illinois at Urbana-Champaign.

RECOGNITION, RETIRING TRUSTEES

President Lamont noted that two members of the board would be ending their tenure of service on the board with this meeting. He expressed deep appreciation to Mr. Downey and to Mrs. Shepherd for their exemplary attention to the duties of trustee. He then indicated that he would read a resolution of appreciation to Mr. Downey and asked Mrs. Gravenhorst to read a similar resolution of tribute to Mrs. Shepherd. The texts of the resolutions follow:

Resolution

To David J. Downey:

When called upon by the Governor to serve the University as a member of this Board in December 1991, you had already given freely of your time and talent to your Alma Mater in many other settings.

Armed with substantial understanding of the structure and processes of the University, you quickly grasped the essence of trusteeship. Thus, in spite of your brief tenure on this Board, you have left a remarkable imprint on its work. The financial acumen and managerial skills honed by your career in business have been of substantial value when applied to a broad spectrum of problems facing the

University in an era of financial stringency. Your calm, thoughtful analysis has given shape to many complex and emotionally-charged discussions.

The challenges facing higher education today are of such a scale that the servants of the University must be persons of scope and vision. Your short association with your colleagues on the Board has shown you to be such a person.

The President and other administrative officers of the University join the members of the Board of Trustees in thanking you for your service, in hoping you will be receptive to future requests to serve the University, and in extending to you and Mrs. Downey their best wishes.

Resolution

To Nina T. Shepherd:

In your 18 years of distinguished service, you have served as an exemplar of public service and have demonstrated what outstanding trustees can contribute to a University such as ours.

As the first woman to be elected President of the Board of Trustees, you helped to guide our University through difficult times of change and readjustment, and you gave inspiration to many of the possibility of fulfilling individual potential.

Your association with the University has been marked by excellence, first by your achievements as a student, then by your activities in the Alumni Association and, in the last 18 years, by your devotion as a Trustee.

Your advocacy of the Chicago campus at the beginning of your tenure was instrumental in building that campus into the great urban institution it is today. Your enthusiasm and early support for the two-campus consolidation that created the Chicago campus and your ensuing encouragement of those who lead it have added immeasurably to its stature.

In an equally impressive manner, you nurtured the evolution of the Urbana campus. Your willingness to seize opportunities for development of that campus by supporting such programs as Food for Century III and the revitalization of the College of Engineering provides ample evidence. Such undertakings as these helped change the landscape of the Urbana campus and greatly augmented its teaching and research possibilities.

The years of your tenure, however, have been particularly notable for your advocacy of the liberal arts and sciences and the education of undergraduates. For this we are especially grateful.

Over the years, you helped guide and inform newer colleagues on the Board and demonstrated great skill as a mentor. You chaired many committees of the Board, but your service on the Academic Affairs Committee will be particularly remembered for the selection of crucial academic issues you asked be presented.

The record you leave is a testimony to selfless public service and to a true understanding of the need great universities have for governance that places the long term good of the institution above all else. Your consistent demand that difficult issues always be faced squarely and your integrity will be well recalled. You leave the University of Illinois in a position of strength. All associated with your Alma Mater are richer for your efforts.

The President and other administrative officers of the University join with your colleagues on the Board of Trustees in this tribute to you and extend best wishes to you, your sons Paul and David Shepherd, and their families.

The Board of Trustees directs that this resolution be incorporated in the minutes of today's meeting to become a part of the official public record, and that a suitable copy be given you as a permanent reminder of the esteem in which you are held.

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 5 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Appointments to the Faculty

(3) 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).

Chicago

ALI AZIMI-ZONOOZ, assistant professor of civil engineering, mechanics, and metallurgy, beginning August 21, 1992 (1), at an annual salary of \$47,000.

PRASHANT P. BANERJEE, assistant professor of industrial engineering in mechanical engineering, beginning September 1, 1992 (2), at an annual salary of \$47,400.

CLAUDIA A. BECKER, assistant professor of German, beginning August 21, 1992 (1), at an annual salary of \$35,000.

BETTE L. BOTTOMS, assistant professor of psychology, beginning August 21, 1992 (1), at an annual salary of \$36,000.

LINDA S. GROSSMAN, associate professor of psychology in psychiatry, College of Medicine at Chicago, beginning September 1, 1992 (AY), at an annual salary of \$66,000.

ARDEN S. HANDLER, assistant professor, School of Public Health, beginning September 1, 1992 (1Y), at an annual salary of \$45,592.

JAI KUMAR, assistant professor of neurology, on 55 percent time, and physician surgeon, on 45 percent time, College of Medicine at Peoria, beginning September 1, 1992 (1Y55;NY45), at an annual salary of \$140,400.

CAROL R. MASSAT, assistant professor of social work, beginning September 1, 1992 (1), at an annual salary of \$30,140.

WILLIAM E. P. McMILLER, assistant professor of psychiatry, College of Medicine at Chicago, beginning September 1, 1992 (1Y), at an annual salary of \$95,000.

LAURA J. MILLER, assistant professor of psychiatry, on 55 percent time, and physician surgeon, on 25 percent time, College of Medicine at Chicago, beginning September 1, 1992 (1Y55;NY25), at an annual salary of \$78,016.

ROWAN A. MIRANDA, assistant professor of political science, beginning September 1, 1992 (1), at an annual salary of \$32,400.

MARY L. SCHMIDT, assistant professor of pediatrics, on 79 percent time, and physician surgeon, on 21 percent time, College of Medicine at Chicago, beginning October 1, 1992 (1Y79;NY21), at an annual salary of \$70,000.

Urbana-Champaign

VARKKI GEORGE, assistant professor of urban and regional planning, beginning September 21, 1992 (1), at an annual salary of \$35,000.

JOHN J. LIE, assistant professor of sociology, beginning August 21, 1992 (1), at an annual salary of \$40,500.

GERD U. NIENHAUS, assistant professor of physics, beginning August 21, 1992 (2), at an annual salary of \$48,020.

PAMELA M. POTTER, assistant professor of music, beginning August 21, 1992 (N), at an annual salary of \$31,400.

JOSEF TORRELLAS, senior software engineer in the Center for Supercomputing Research and Development (N), and assistant professor of computer science (1), beginning September 8, 1992, at an annual salary of \$46,000.

ANDRZEJ J. WROBLEWSKI, professor of art and design and program chair, School of Art and Design, beginning August 21, 1992 (A;N), at an annual salary of \$45,250.

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

Establish the Center for Children's Books, Graduate School of Library and Information Science, Urbana

(4) The Center for Children's Books was established 31 years ago at the Graduate Library School of the University of Chicago with a primary focus on dissemination of critical information about children's and young adult literature through publication of its *Bulletin* (a monthly journal of critical reviews). It also sponsors the Zena Sutherland lectureship, which is endowed. The center is funded entirely through the proceeds from its publications, a small endowment, and grants and contracts.

The center and the *Bulletin* have great prestige not only in the field of library and information science, but also in education and literary criticism. The Zena Sutherland lectureship is known internationally and the center can be expected to attract visitors from the United States and abroad.

When the Graduate Library School at the University of Chicago closed, an appropriate site for relocation of the center was sought. Upon the advice of the Graduate School of Library and Information Science at the Urbana campus and the Urbana-Champaign Senate, the chancellor at Urbana now recommends the establishment of the center as a unit of the Graduate School of Library and Information Science.

The collection itself has been catalogued in depth by the editors who reviewed the books, with indexes to author, title, subject, developmental values, curriculum uses, type of literature, appeal, and age level. This will be of great value for masters and doctoral students researching contemporary literature, from books on minority groups that settled in the United States to translated books that reflect international experiences of childhood.

No additional staff or other resources are required in order to transfer and operate the center at Urbana. A faculty member who will be hired from the University of Chicago will be based in the Graduate School of Library and Information Science in the area of children's and young adult services, replacing a member of that faculty who recently left the University.

The vice president for academic affairs concurs with this recommendation.

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

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

Authorization to Impose and Use a Passenger Facility Charge at Willard Airport

(5) The Aviation Safety and Capacity Act of 1990 required the U.S. Department of Transportation to issue regulations under which a public agency may be authorized to impose an airport passenger facility charge (PFC) of \$1, \$2, or \$3 per enplaned passenger at a commercial service airport it controls. The proceeds from the PFCs are to be used to finance eligible airport-related projects that preserve or enhance safety, capacity, or security of the national air transportation system, reduce noise from an airport that is part of such system, or furnish opportunities for enhanced competition between or among air carriers.

The PFC proposal has been reviewed with the Champaign County Chamber of Commerce Air Subcommittee and the Transportation Committee which unanimously approved a motion to forward a resolution to the chamber's Board of Directors to support the \$3 PFC for a period of five years.¹ On October 20, 1992, the chamber's Executive Committee unanimously endorsed the resolution.

The chancellor at Urbana has recommended that the University apply for Federal authority to impose and use a \$3 passenger facility charge for a period of five years to provide funding, in whole or in part, for the projects listed in the 1994-1998 Airport Program of Improvements and subsequent amendments. The vice president for business and finance concurs.

I recommend approval.

On motion of Dr. Bacon, 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. 6 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.)

Contract, Business Advisory Services for the University of Illinois Hospital and Clinics, Chicago

(6) The chancellor at Chicago has recommended contracting with KPMG Peat Marwick (Chicago office) for business advisory services related to reimbursement for hospital charges from Medicare and other payors (also referred to as "third-party payors"). The hospital Finance Department must respond to adjustments that have been made in reimbursements for hospital services and to recover these reimbursements from Medicare, Blue Cross, and other commercial insurers. This involves: (a) providing documentation necessary to support the University hospital's position on certain charges that have been presented for payment; and (b) pursuing reimbursement for hospital and professional services within the broadest interpretations of the rules and regulations.

The hospital hopes to realize approximately \$2 million by this effort. It will involve some legal appeals.

Retroactive changes in Medicare reimbursement regulations and rules, as well as greater attention to audit and documentation requirements, are expected to have significant financial impact on the University hospital and its network of affiliates. To aid this, special training of hospital staff in this area of reimbursements is necessary.

Four firms were asked to submit proposals, three responded. The proposals were reviewed by an administrative committee which found them comparable in regard to deliverables, cost, competency, and staffing. KPMG Peat Marwick was chosen because of their prior work at the University hospital in this area. In addition, they

¹ At the \$3 PFC level, income is estimated at approximately \$500,000 per year.

placed the strongest emphasis on training and education of staff as a necessary and important element of the project and its continued success.

This contract will not exceed \$210,000. The engagement is expected to be completed by June 30, 1993. Funds are available in the Hospital Income Fund.

The vice president for business and finance concurs in this recommendation.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Contracts, Remodeling Second Floor Offices, Roosevelt Road Building, Chicago

(7) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for the second floor remodeling of approximately 12,000 net assignable square feet in the Roosevelt Road Building at the Chicago campus. The award in each case is to the lowest responsible bidder plus acceptance of the indicated alternate.

Division I — General

Fisher, Albright & Masters, Inc.,

Chicago	Base Bid.....	\$60 210 00
	Alt. #1	<u>3 010 00</u>
		\$ 63 220 00

Division V — Electrical

Chatfield Electric, Inc.,

Chicago	Base Bid	<u>49 400 50</u>
Total.....		\$112 620 50

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

Funds are available from the Restricted Funds Operating Budget of the Office for Administrative Information Systems and Services.

The current second floor power requirements exceed the total capacity of the existing building's load center, resulting in frequent overloads and shutting down various circuits. To correct this, a new electrical service is proposed to be supplied from the University's existing electrical substation. In order to comply with the Americans with Disabilities Act requirements for accessibility, specific second floor renovation is required for toilet facilities and door hardware.

The \$130,000 remodeling project of approximately 12,000 nsf for the Office for Administrative Systems and Services includes installation of a new load center for expanded electrical power, new data/phone service, column caps, carpeting, miscellaneous painting, and washroom and door hardware modifications.

A schedule of the bids received and a description of the alternate have been filed with the secretary of the board for record.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Contracts, Remodeling, Clinical Sciences Building, Chicago

(8) The president of the University, with the concurrence of the appropriate administrative officers, recommends award of the following contracts for remodeling Rooms 120, 165, and 180 and the Surgery Clinic of the Clinical Sciences Building at the Chicago campus. The award in each case is to the lowest responsible bidder on its base bid plus acceptance of the indicated alternates.

Division I — General

International Contractors, Inc.,

Elmhurst.....	Base Bid.....	\$429 400	
	Alt. G-1	12 794	
	Alt. G-2	1 000	
	Alt. G-3	10 500	
	Alt. G-4	<u>32 000</u>	
			\$485 694

*Division II — Plumbing and
Fire Protection*

Economy Mechanical Industries, Inc.,

Wheeling	Base Bid	97 868
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*Division III — Heating, Piping,
Refrigeration, and
Temperature Control*

Economy Mechanical Industries, Inc.,

Wheeling	Base Bid	49 440
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*Division IV — Ventilation and
Air Distribution*

R. J. Olmen Co., Glenview	Base Bid	89 651
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Division V — Electrical

Shaw Electric, Chicago.....	Base Bid	<u>189 517</u>
<i>Total</i>		\$912 170

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

The present Outpatient Surgery Clinic, Phlebotomy, and Pharmacy areas are outdated and of inadequate size and will require remodeling to render higher quality and efficient services. The proposed 11,695 square feet remodeling project will provide the appropriate outpatient facilities for an increasing number of patients.

The project consists of remodeling Rooms 120, 165, and 180 and the Surgery Clinic of the Clinical Sciences Building for the College of Medicine. The remodeling includes demolition of interior areas; construction of new walls and partitions, ceilings, flooring, carpeting, and finishes; installation of new air supply and exhaust system, installation of new plumbing fixtures and toilets; installation of new lighting, telecommunications, power distribution, and security systems; and installation of a sprinkler system.

Funds are available from the Hospital Income Fund.

A schedule of the bids received and a description of the alternates have been filed with the secretary of the board for record.

On motion of Mrs. Gravenhorst, these contracts were awarded by the following vote: Aye, Dr. Bacon, Mr. Downey, Mr. Grabowski, Mrs.

Gravenhorst, Mr. Lamont, Ms. Reese, Mrs. Shepherd; no, none; absent, Mr. Boyle, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

**Contract, Landscape Horticulture
Maintenance/Storage Facility, Urbana**

(9) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$76,400 to Sturdi-Built Corporation, Charleston, the lowest responsible bidder, on its base bid plus acceptance of alternates G-1, G-2, and G-3, for the construction of a 9,400 square foot maintenance/storage facility for the College of Agriculture at the Urbana campus.

The \$115,000 project consists of furnishing all labor, materials, and equipment necessary for the construction of a 9,400 square foot metal-clad frame building located east of Lincoln Avenue between Hazelwood Drive and Windsor Road, Urbana. The Horticulture Department of the College of Agriculture will use the building for equipment storage and maintenance.

Funds are available in the Institutional Funds budget of the College of Agriculture.

A schedule of the bids received and a description of the alternates have been filed with the secretary of the board for record.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

**Report of Rejection of Bids; and Award of Contracts,
Temple Hoyne Buell Hall, Urbana**

(10) On April 2 and April 9, 1992, bids were received for the subject project. The total of the bids received exceeded the project budget by \$1,490,725 (14.6 percent). Pursuant to the provisions of Article II, Section 4(j)(2) of the *General Rules Concerning University Organization and Procedure*, the bids were rejected, and the president reports their rejection.

The architects were directed to redesign and reduce the scope of the project so that it might be completed within the funds available. The architects have now completed the contract documents and the current construction estimate is within the funds available. Bids for Divisions II through VII will be received on November 19 and for Division I on November 24, 1992. In order for the project to proceed without further delay, it is desirable that the contracts be awarded prior to the January 1993 meeting of the Board of Trustees.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the comptroller be authorized to award construction contracts to the lowest responsible bidder for each division of work, provided that the total of the bids received is within the project construction budget of \$11,267,000.

It is also recommended that the firm of Perkins & Will Group, Inc., Chicago, be employed through the construction phase at a fixed fee of \$197,910 for construction administration and on an hourly basis, not to exceed \$361,000, for on-site observation, plus authorized reimbursables which are estimated to be \$103,300.

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

Funds are available from private gift funds through the University of Illinois Foundation and State appropriated funds.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

**Employment of Architect/Engineer,
Reconstruct and Expand Fourth Floor Dialysis Unit,
Clinical Sciences North Building, Chicago**

(11) The University of Illinois Hospital at Chicago proposes to reconstruct and expand approximately 6,500 gross square feet of an existing hemodialysis unit in the Clinical Sciences North Building to accommodate 26 dialysis outpatient treatment stations, exam rooms, a waiting area, and staff support services. Also included in the proposed project will be the replacement of exterior windows, electrical distribution work, and the reconfiguration of the west end of the building for use as surge space during construction of the proposed project.

The \$1,669,600 project cost includes mechanical and electrical systems upgrade, asbestos abatement, and window replacement. The proposed area will be vacated to facilitate the demolition and construction work. In order to proceed with the project, it is necessary to employ an architectural and engineering firm to provide the required professional services.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the firm of Architrave, Ltd., Chicago, be employed for the professional services required through the construction phase of the project at a fixed fee of \$136,500 plus authorized reimbursements estimated to be \$7,500.

Funds are available in the Hospital Income Fund.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

**Employment of Architect/Engineer,
Natural History Building, Urbana**

(12) The Natural History Building houses the teaching and research programs of the Department of Geology. The proposed remodeling project is to provide cosmetic and programmatic improvements to the 6,200 gross square feet of existing research facilities in the lower level of the building for the Department of Geology.

The proposed \$600,000 project is to improve existing research facilities for several Department of Geology programs in connection with a National Science Foundation Grant Program for renovating academic research infrastructure at various institutions throughout the country. In order to proceed with the proposed project, it is necessary to employ an architectural and engineering firm to provide the required professional services.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the firm of Severns, Reid &

Associates, Inc., Champaign, be employed for the professional services required for program verification/schematic design phase through the construction phase of the project. The firm's fee through the construction administration phase will be a fixed fee of \$60,000; the firm's fee for construction on-site observation services will be on an hourly basis, estimated to be \$18,700, plus authorized reimbursements estimated to be \$5,500.

Funds are available for the project from a grant from the National Science Foundation, from institutional funds, and from private gift funds of the Urbana campus.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Employment of Architect/Engineer, Engineering Quadrangle, Urbana

(13) In accordance with the North Campus Master Plan and under the provisions of a gift agreement, the planning and construction process for the Grainger Engineering Library Information Center at the Urbana campus was initiated in July 1991. This was the first phase of a four-phase project. The second phase is the demolition of certain adjacent buildings and the abandonment and/or relocation of appropriate utilities in order that an Engineering Quadrangle can be developed as proposed in Phase III of the Master Plan. The firm of Henneman, Raufeisen and Associates, Inc., Champaign, has provided the mechanical and electrical engineering work for the Grainger Engineering Library Information Center (Phase I). The firm has the required expertise and experience of the preliminary work associated with the Phase II project.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the firm of Henneman, Raufeisen and Associates, Inc., Champaign, be employed for the professional services required through construction. The firm's fee for the program analysis through the bidding phases of this project will be fixed at \$210,700, plus authorized reimbursements estimated to be \$40,000. The firm's fee for the architectural/engineering contract administrative services required during the construction phase will be a fixed fee of \$51,300. The required on-site observation fee calculated on an hourly basis is estimated at \$77,760; authorized reimbursements are estimated to be \$37,200.

Funds are available from State Capital Development Board funds appropriated to the University.

On motion of Mrs. Gravenhorst, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mrs. Shepherd; no, none; absent, Mr. Boyle, Mrs. Calder, Governor Edgar. (Mr. Downey asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

**Amendment to Architectural/Engineering Contract,
50 Gerty Drive Building Remodeling and Addition, Urbana
(State Universities Retirement System Building)**

(14) On June 11, 1992, the board authorized the employment of the firm of Isaksen, Matzdorff & Associates, Inc., Urbana, for the professional services required through the schematic design phase of a \$1.7 million 50 Gerty Drive building remodeling and addition project at the Urbana campus.

Due to the need to build an addition to the existing building in order to accommodate all of the AISS operations and to update mechanical systems, it is now necessary to increase the project budget to \$2.5 million (not including movable equipment) and to employ the firm for the professional services required through the receipt of bids.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Isaksen, Matzdorff & Associates, Inc., Urbana, to provide the professional architectural/engineering services required through the receipt of bids for the 50 Gerty Drive remodeling and addition project.

The firm's fee will be a fixed fee of \$120,000 plus authorized reimbursements, which are estimated to be \$13,000.

Funds are available from the Institutional Funds Budget of Central Administration.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

**Increase in Contract, Supplemental Funding,
Engineering Research Facility, Chicago
(Contract with the Capital Development Board)**

(15) On September 12, 1991, the board approved a recommendation authorizing a contract with the Capital Development Board for supplemental funding in the amount of \$500,000 for the clean room specialty gas piping in the Engineering Research Facility project, Chicago. Bids received in June 1992 exceeded the funds (Capital Development Board and University) available for the project. The consultants were directed to revise the contract documents and to increase the scope of the project to include additional air-handling equipment required for the clean room complex. The project was rebid by the Capital Development Board on September 23 and October 7, 1992; and as anticipated, the total of the low bids received exceeded the Capital Development Board's and the University's supplemental funds available for the project by approximately \$350,000. The Capital Development Board has advised that no funds are available for this additional cost and has asked the University to provide additional supplemental funds in the amount of \$350,000.

A State statute provides that the Capital Development Board and the University may contract with each other and other parties for the design and construction of any project to be constructed on University property.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the University now contract with the Capital Development Board at an additional cost not to exceed \$850,000.

University funds are available in the Fiscal Year 1993 Institutional Funds Budget of the Chicago campus.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Chicago Master Plan, Land Acquisition/Condemnation Resolution

(16) In September 1992, the Board of Trustees of the University of Illinois approved a resolution under the Master Plan for the Chicago campus authorizing the acquisition of certain privately owned land, through negotiation or the power of eminent domain should negotiations to purchase such property fail or if the University is unable to identify and negotiate a purchase agreement with the owners, within the area bounded by Morgan Street, Roosevelt Road, Union Street, and the railroad right-of-way at 16th Street.

Subsequent to the approval of that resolution, a contiguous parcel of property was identified as a privately owned parcel which should be included in the board's authorization. The property consists of a portion of a former public alley that was vacated.

The president, with the concurrence of the vice president for business and finance, the chancellor at Chicago, and the university counsel, recommends adoption of the following resolution.

Resolution Authorizing Condemnation of Property in Chicago, Illinois

Be It, and It Is Hereby, Resolved, Found, and Declared by the Board of Trustees of the University of Illinois, a body corporate and politic of the State of Illinois, that the following legally described property situated in the County of Cook, in the State of Illinois, to-wit:

The west $\frac{1}{2}$ of the north-south public alley lying east of the east line of lots 2 to 5, both inclusive; lying west of the west line of the east $\frac{1}{2}$ of said north-south alley vacated by ordinance recorded September 12, 1986, in the Office of the Recorder of Deeds of Cook County, in Cook County, Illinois, as Document Number 86411221; lying north of the eastwardly extension of the south line of lot 5; and lying south of a line drawn from the north west corner of lot 1 to the north east corner of lot 2, all in Subdivision of lot 4 in Block 55 in Canal Trustees' New Subdivision of Blocks in the North West Quarter of Section 21, Township 39 north, Range 14 east, of the Third Principal Meridian (except Blocks 57 and 58); and said part of public alley being further described as the west $\frac{1}{2}$ of the north-south public alley in the block bounded by West 14th Street, vacated West Barber Street, South Halsted Street, and South Union Avenue, in Cook County, Illinois;

is needed by the University of Illinois, an educational institution established and supported by the State of Illinois, for public use as part of the University of Illinois at Chicago for athletic facilities, research facilities, auxiliary facilities and services, and other University purposes which will allow for the expansion of the University's educational and educational-related facilities and enable the University of Illinois to discharge its duty to the people of the State of Illinois as required pursuant to state statute; and

Be It, and It Is Hereby, Further Resolved, Found, and Declared by the Board of Trustees of the University of Illinois that the necessary and appropriate action be taken

for the acquisition of said title to said property by said Board of Trustees of the University of Illinois exercising the right of eminent domain conferred upon it by law, and having the compensation to be paid therefore determined by the institution and prosecution to completion of a proceeding in eminent domain in a court of competent jurisdiction, and that the University Counsel for the University be, and he is hereby, authorized to proceed accordingly, to institute and prosecute an eminent domain proceeding or, in the alternative, to amend a currently pending eminent domain proceeding in the name and on behalf of the Board of Trustees of the University of Illinois, for the acquisition of said land and the determination of the compensation to be paid by the Board of Trustees of the University of Illinois therefor, and to employ such special legal counsel, appraisers, and others as he may deem necessary or desirable to assist him in the institution and prosecution of said proceeding.

On motion of Mrs. Gravenhorst, the foregoing resolution was adopted by the following vote: Aye, Dr. Bacon, Mr. Downey, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mrs. Shepherd; no, none; absent, Mr. Boyle, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Purchases

(17) 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	\$ 307 720
<i>From Institutional Funds</i>	
Recommended	8 340 642
<i>Grand Total</i>	\$8 648 362

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Revision of Affiliation Agreements with Humana Hospital-Michael Reese, Chicago

(18) On March 1, 1991, Michael Reese Hospital and Medical Center was sold to Humana Hospital Illinois, Inc. The Master Affiliation Agreement and Subordinate Affiliation Agreements between the University, the Health Sciences colleges, and

Michael Reese Hospital and Medical Center were assigned to Humana Hospital Illinois, Inc. After the conclusion of the sale, the parties agreed to enter into negotiations to amend the Master Affiliation Agreement. The Colleges of Medicine, Pharmacy, and Dentistry felt it was necessary and desirable to amend their Subordinate Affiliation Agreements.

The Amended and Restated Master and Subordinate Affiliation Agreements continue to maintain Humana Hospital-Michael Reese as a primary teaching hospital. A copy of the Amended and Restated Master Affiliation Agreement and each Subordinate Affiliation Agreement for the Colleges of Medicine, Pharmacy, and Dentistry is filed with the secretary of the board for record.

In negotiating the agreements, the University received significant benefits. The Amended and Restated Master Agreement provides a financial guarantee of faculty and residents' salaries. In addition, restrictions on the assignment of the agreements have been placed upon Humana. The Amended and Restated Subordinate Agreements enhance the research capabilities of the colleges. Likewise, development of new academic programs is encouraged.

The Amended and Restated Master Affiliation Agreement and Subordinate Agreements have been reviewed and approved by the university counsel who has consulted with specialists from the law firm of Gardner, Carton & Douglas.

The chancellor at Chicago has recommended that the Board of Trustees approve the Amended and Restated Master Affiliation Agreement and the Amended and Restated Subordinate Affiliation Agreements or such substantially similar documents between Humana Hospital Illinois, Inc., and the University as described herewith.

The vice president for academic affairs and the vice president for business and finance have also recommended approval.

I concur.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Disclosure of Executive Session Actions under Open Meetings Act

(19) 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 October 1991 through April 1992, and previously unreleased items from November 1990 through September 1991. The university counsel and the secretary of the board, after consultation with appropriate administrative officers, have recommended that certain items considered in the periods covered should retain their confidential status, e.g., *items of land acquisition in November 1990, January, February, June, July, September, and October of 1991; January and March of 1992; personnel matters in April 1992; and pending litigation in June and September of 1991, February and March of 1992; and that all other items considered in those sessions be released to the public.* (Attached materials are filed with the secretary of the board for record.)

They further recommend that the president of the University be authorized to release those items retaining confidential status as soon as the need for such confidentiality no longer exists.

I concur.

On motion of Mrs. Gravenhorst, these recommendations were approved.

**Delegation of Authority,
Grainger Engineering Library Information Center, Urbana**

(20) On January 16, February 13, May 14, and June 11, 1992, the Board of Trustees approved the award of construction contracts for the Grainger Engineering Library Information Center at the Urbana campus. In order for the project to proceed without delays, the comptroller was authorized (January 16, 1992) to approve contract change orders for general condition items of work for the project. The project is a time-sensitive project in that it must be completed in November 1993. It is anticipated that there may be changes in the work which will exceed \$25,000 as a result of the necessity to maintain the required construction schedule. Such increased costs could include the authorization of premium time work, modification of construction details to minimize the effects of winter construction, and claims for sequencing of construction activities not anticipated in the contract construction schedule.

Accordingly, it is recommended that the president or his designee be delegated the authority to approve contract change orders of up to \$100,000 that may be needed as a result of these conditions. All such items would be reported to the board at the next regularly scheduled meeting.

Funds are available from private gift and institutional funds.

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

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

Circle Court Resolution

(21) The board authorized the acquisition of Circle Court in September 1990. The acquisition has been extremely difficult since the owners declared bankruptcy and the savings and loan association was placed in receivership by the Resolution Trust Corporation (RTC). It now appears that the property will be acquired before the end of the year. Repairs and extensive remodeling will be necessary.

The costs of acquisition and remodeling will be financed through the sale of certificates of participation or bonds. Some costs have already been incurred and will be eligible for reimbursement from the debt issue along with the future expenditures for the project.

The vice president for business and finance has recommended approval of the following resolution which provides for the reimbursement of the eligible costs incurred to date and for payment of the future costs which will be incurred from the debt issue for the financing of this project. The university counsel concurs.

I recommend approval.

Circle Court Resolution

**Resolution Expressing Official Intent Regarding Certain Expenditures
to be Reimbursed from Proceeds of Debt.**

Whereas, the Board of Trustees of the University of Illinois (the "Board") has identified a capital project ("Circle Court") described in Exhibit A hereto; and

Whereas, expenditures relating to the project have been or will be paid on or after the passage of this Resolution (the "Expenditures"); and

Whereas, the Board reasonably expects to reimburse itself for the expenditures by incurring debt;

Now, Therefore, Be It, and It Is Hereby, Resolved by the Board of Trustees of the University of Illinois, as follows:

Section 1. The Board reasonably expects to reimburse the expenditures with proceeds of debt to be incurred by the Issuer.

Section 2. The maximum principal amount of debt expected to be issued for reimbursement of the expenditures is \$3,750,000.

Section 3. This Resolution is a declaration of official intent under Treas. Reg. Section 1.103-18.

Section 4. The Board will comply with the applicable State or local law governing the public availability of records relating to its official acts with respect to this Resolution.

Section 5. All actions of the officers, agents, and employees of the Board that are in conformity with the purposes and intent of this Resolution, whether taken before or after the adoption hereof, are hereby ratified, confirmed, and adopted.

Section 6. This Resolution shall be in full force and effect immediately upon its adoption.

Exhibit A

Description of Capital Project Circle Court

Estimate of Project Expenses for Reimbursement

Financial Consultant and Legal Counsel	\$ 142 000
Near North Title — Escrow	10 000
Circle Court Owner	55 000
RTC	2 160 000
Taxes and Interest	350 000
Title Insurance, Miscellaneous Items, Emergency Repairs	250 000
Architect and Engineering	933 000
<i>Total</i>	\$3 900 000

On motion of Mrs. Gravenhorst, the foregoing resolution was adopted by the following vote: Aye, Dr. Bacon, Mr. Downey, Mr. Grabowski, Mrs. Gravenhorst, Mr. Lamont, Ms. Reese, Mrs. Shepherd; no, none; absent, Mr. Boyle, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Begovich, Mr. Lawless; no, none.)

President's Report on Actions of the Senates

Establishment of a Minor in English as a Second Language in the Sciences and Letters Curriculum, College of Liberal Arts and Sciences, Urbana

(22) The Urbana-Champaign Senate has approved a proposal to establish a Minor in English as a Second Language available to students enrolled in the Sciences and Letters curriculum of the College of Liberal Arts and Sciences. Required courses include 9 semester hours on the structure of English and 6 semester hours on the language acquisition process. The minor is designed to provide the knowledge and skills needed to teach English as a Second Language either at home or abroad, outside of the United States public school system.

**Establishment of a Minor in Computer Science,
College of Engineering, Urbana**

The Urbana-Champaign Senate has approved a proposal to establish a Minor in Computer Science available to students enrolled in the undergraduate program of the College of Engineering. The required courses will be the foundation courses in computer programming and theory of computation taken by computer science majors. Three electives at the 200- and 300-level will allow some specialization, while providing reasonable depth and breadth of study.

This report was received for record.

**Comptroller's Report of Investment Transactions
through September 30, 1992**

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

This report was received for record.

Comptroller's Quarterly Report of Contracts Executed

(24) The comptroller submitted the quarterly report of contracts. The report included contractual agreements for payments to the University in amounts of \$50,000 or more and for payments made by the University for subcontracts under sponsored research agreements. A copy of this report is filed with the secretary.

This report was received for record.

Quarterly Report of the Comptroller

(25) The comptroller presented his quarterly report as of September 30, 1992. 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.

ANNOUNCEMENTS FROM THE PRESIDENT OF THE BOARD

President Lamont called attention to the schedule of meetings for the next few months: January 15, 1993, Urbana-Champaign (Annual Meeting); February 12, Chicago. There is no meeting scheduled for December.

There being no further business, the board adjourned.

MICHELE M. THOMPSON
Secretary

THOMAS R. LAMONT
President

LUNCHEON GUESTS

At luncheon the board's guests included Mr. and Mrs. Paul Doebel, their children, and Mrs. Donald F. Wendel.