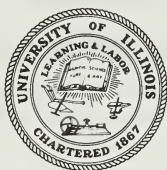


MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

March 9, 1995



The March meeting of the Board of Trustees of the University of Illinois was held in the Pine Lounge, Illini Union, Urbana, Illinois, on Thursday, March 9, 1995, beginning at 10:10 a.m.

Chair Thomas R. Lamont called the meeting to order and asked the secretary to call the roll. The following members of the board were present: Mr. William D. Engelbrecht, Dr. Jeffrey Gindorf, Mrs. Susan L. Gravenhorst, Mr. Thomas R. Lamont, Ms. Ada N. Lopez, Mrs. Martha R. O'Malley, Ms. Judith R. Reese. The following members of the board were absent: Dr. Gloria Jackson Bacon, Mrs. Judith Ann Calder, Governor Jim Edgar. The following nonvoting student trustees were present: Mr. Christopher Didato-Castillo, Chicago campus; Mr. Chapin Rose, Urbana-Champaign campus.

Also present were President Stanley O. Ikenberry; Dr. Sylvia Manning, vice president for academic affairs; Dr. James J. Stukel, chancellor, University of Illinois at Chicago; Dr. Michael Aiken, 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. Lester H. McKeever, Jr., 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 emeritus.

PUBLIC COMMENT

In accord with the board procedures regarding comment from the public, Mr. Robert Michael Doyle, who had requested time for a presentation concerning the University policy on nondiscrimination and its application for the protection of gay, lesbian, and bisexual individuals spoke for five minutes. He indicated that he was concerned about the recent hiring of an administrator who is viewed by him and others as insensitive to the rights of gay, lesbian, and bisexual persons. Mr. Doyle said that he hoped the board would amend the University of Illinois *Statutes* to express definitely that the rights of gay, lesbian, and bisexual persons are protected at the University.

MEETING OF THE COMMITTEE ON BUILDINGS AND GROUNDS

Mr. Engelbrecht, chair of this committee, asked Associate Vice President Robert K. Todd to present a description of the items on the committee's agenda.

The first item to be discussed was the recommendation to hire an architect/engineer for the Ambulatory Care Facility in Chicago. Mr. Todd stated for the board that the preliminary designs for the Ambulatory Care Facility were to be ready to present to the board in June or July 1995. The final design was to be complete by September or October 1995 and that the ground breaking would be in Spring 1996. The completion of the facility is expected in late 1997.

On motion of Ms. Reese, the committee agreed to recommend the firm of Perkins and Will as architect/engineer and Turner Construction Company as construction manager for this building. A formal vote was to be taken later in the meeting.

Next Mr. Todd reported to the board that an extension to the steam tunnel leading to the Veterinary Medicine complex at Urbana is in need of an addition or repair. He said the addition would be a \$2.1 million project and the repair a \$1.0 million project. He recommended the addition to the steam tunnel as a good long-term project.

In response to a question by Mrs. Gravenhorst about the cafeteria in the Illini Union Mr. Todd said that this food service facility would be closed for several months for remodeling.

The discussion then returned to the Ambulatory Care Facility. Mr. Lamont asked about a bond issue that might include this. Dr. Bazzani indicated that this was likely and that other funds would be included as well, such as UIC hospital savings and funds from reallocation. Dr. Haussmann then said that there was \$20 million available from the UIC hospital to be used as a "down payment" for this facility. Chancellor

Stukel reminded all that a "Certificate of Need" for building the Ambulatory Care Facility was required from the State and this had not yet been secured.

Mr. Todd and Patricia Askew, interim vice chancellor for student affairs, described remodeling plans for several residence halls at the Urbana campus.

Ms. Reese then asked about the report in the board meeting agenda concerning repair of the parking garage at the Krannert Center for the Performing Arts at Urbana. President Ikenberry explained the need to proceed with this project, as discussed at the February meeting of the board, as this garage is used very heavily. He added that it would be a large project and thus completed in phases.

MEETING OF THE COMMITTEE ON FINANCE AND AUDIT

Mrs. Gravenhorst convened and chaired this meeting in the absence of the chair, Mrs. Calder. She asked Dr. Bazzani to begin the presentation. He introduced Mr. Doug Patejunas from the firm, Ennis, Knupp and Associates, and asked him to report on the performance of University funds managed by his firm. Mr. Patejunas reported that the performance was not as good as it had been for the past few years. Mr. Engelbrecht asked about variance from the endowment pool policy asset allocation and whether a variance range had been established. To this Mr. Patejunas responded that the endowment pool investment policy limits the variance of individual asset classes to a few percentage points but that the asset allocation usually is within 1 to 2 percentage points of the policy allocation. At that point, Mr. Douglas Beckmann, director of cash management and investments, told the board that under the policy he is responsible for informing the board if any one asset class varies from the policy allocation by more than 20 percent. Mr. Patejunas called the board's attention to a report he had circulated. (A copy is on file with the secretary.) He concluded by stating that 1994 was a disappointing year for the markets and investments. He observed that thus far 1995 looked better.

Dr. Bazzani then apprised the board that every three to four years, his office evaluates all of the University's investment managers.

Following this, Dr. Bazzani asked Associate Vice President for Business and Finance Richard L. Margison to report on the University's real estate program. Dr. Bazzani noted that this was a project undertaken with the University of Illinois Foundation. He said that the Foundation has given the University a line of credit for purchase of property for the University's growth. Mr. Margison explained that this real estate program is one his staff is managing for the Foundation. The Foundation is willing to acquire self-supporting income property and to hold it until a campus needs it. The Foundation borrows funds for these purchases. These purchases are of property within a campus' Master Plan. He explained that this provides a mechanism for responding to needs for

land for the future. Next, Mr. Margison reviewed the criteria for property acquisition. (A copy of the criteria is on file with the secretary.)

President Ikenberry commented that this mechanism had been needed for about 20 years to help the University acquire property for future growth. Mr. Margison assured the board that they would approve all transfers of property to the University and that the Foundation would seek only to recover its costs. The Board of Trustees would thus usually pay a lower cost. The Foundation would assume the risk too. Mr. Margison indicated that the proposal for this program would be presented to the Foundation Board at an upcoming meeting.

Report, Recommendations for Tuition and Fees

Dr. Bazzani presented a proposed schedule for fees for student services for the 1995-96 academic year. (A copy of the information is on file with the secretary.)

A discussion followed regarding those services to students that are supported by student fees. One example given was of coaches' salaries at Chicago which are paid from these fees.

Dr. Bazzani then proceeded to describe the elements of tuition and student fees. He noted that these include: the service fee, the general fee, student fees, housing, and health service. He indicated that the fees at the University of Illinois compare very favorably to those of other institutions in Illinois. He also stressed that all of the proposed fees have been reviewed with students on both campuses and approved by the students. Interim Vice Chancellor for Student Affairs Patricia Askew described this consultation process at the Urbana campus.

Dr. Bazzani concluded his presentation by showing the board a summary of total college costs per year for students at Chicago and Urbana, both graduate and undergraduate.

Ms. Lopez inquired about fees for computer use by students. Dr. Bazzani explained that the academic budget is used for funding computers for student use at the two campuses.

There being no further business, the committee meeting was adjourned.

BOARD MEETING RECESSED

At 12:20 p.m., the board recessed for lunch and then reconvened in regular session at 1:30 p.m.

MINUTES APPROVED

The secretary presented for approval the press proofs of the minutes of the Board of Trustees meetings of July 7-8, 1994, and August 5, 1994, copies of which had previously been sent to the board.

On motion of Dr. Gindorf, these minutes were approved.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

President Ikenberry recognized and introduced observers from the campus senates and from the University Senates Conference.¹

President Ikenberry then introduced his family who had joined the meeting at this time.

Next, the president asked Chancellor Aiken to comment on a gift that had been received recently by the Urbana campus. Chancellor Aiken noted that this was a \$3 million gift from Mrs. Joyce Eiszner to honor the memory of her husband, James R. Eiszner, a graduate of the Urbana campus. Chancellor Aiken told the board that this gift would be used to establish the James R. Eiszner Distinguished Chair in Chemistry. He informed the board that this was the largest single gift for an endowed chair to be received at the Urbana campus.

President Ikenberry then introduced students from Professor Stanley R. Levy's course in the Discovery Program who were attending the board meeting as observers. Chancellor Aiken said he wished to thank Dr. Levy for his fine efforts in helping to develop the plans and oversee the completion of the Illini Union Bookstore that was dedicated the day before.

President's Report

President Ikenberry told the board of the progress of the University budget, a part of the governor's budget, through the Legislature. He said that if the budget stays at the level it is now proposed it would be a good budget for the University. He noted that the bill to change higher education governance in Illinois that he described at the board's previous meeting one month ago had passed both chambers of the legislature and been signed by Governor Edgar. This meant among other things that Sangamon State University was to be transferred to the University of Illinois. He added that completing this transfer would be a major effort for the board for the next two to three years. He then asked Dr. Sylvia Manning to report on her work concerning this transfer. For the purpose of discussing the transition, she described a meeting of faculty from the University and Sangamon State that occurred in February. She indicated that this had been a very successful discussion. She said that the next step is for Sangamon State to start a strategic plan for their new status. She commented that Sangamon State faculty seem to be concerned about preservation of their mission. She concluded by saying that she expected the area of public affairs research and teaching to remain the strongest area at this campus.

The president then asked Mr. Kirk Hard to provide the trustees with an update on developments in the Legislature. Mr. Hard spoke of

¹ University Senates Conference: Thomas J. Riley, associate professor of anthropology, Urbana-Champaign campus; Urbana-Champaign Senate Council: Geneva G. Belford, professor of computer science; Chicago Senate: Sylvia E. Furner, associate professor, Division of Epidemiology and Biostatistics.

the bills that had recently passed the Legislature on governance of higher education and the appointment of trustees for the University. He also noted that tort reform was expected to be approved soon. He commented that there had been 3,500 bills introduced in this session and that deadlines for various phases of consideration would be approaching in the next few weeks. He then went on to enumerate some issues that are key issues this year. These include: a bill to allow the State's public universities to keep their income funds; one bill concerning Medicaid; another one concerning proposed changes in the boundaries of the Medical Center District; another bill dealing with compensable sick leave for State employees; and one bill calling for a football stadium in Chicago. These were presented as examples of the wide variety of proposed legislation that the University must watch carefully. Mr. Hard then mentioned the bill that calls for an expansion of powers for the Illinois Board of Higher Education and reiterated that the University and President Ikenberry in particular were communicating disapproval on this regularly. President Ikenberry then said that he had some assurance that this bill might not succeed. He said that he had met with several legislators and that they were very interested in and sympathetic with his views on this.

OLD BUSINESS

There was no business presented under this aegis.

NEW BUSINESS

Mrs. Gravenhorst reported on the meeting she attended of the Athletic Board. She told the board that a report presented at this meeting revealed that 70 student athletes have grade point averages of 4.5 or greater. She also commented on the regulations in place for student athletes and noted that she found them to be designed to protect the student athletes and help them complete their academic programs.

PRESENTATION FROM IKENBERRY CHILDREN

At this time, Chair Lamont indicated that David, Steven, and John Ikenberry wished to make a presentation to President and Mrs. Ikenberry. The three, joined by spouses and children, asked President and Mrs. Ikenberry to join them before the trustees. Dr. David Ikenberry made remarks for the group and then presented his parents with a framed collection of drawings of homes in which the Ikenberry family had lived and the new home in Urbana where President and Mrs. Ikenberry plan to live as well as a reprint of a newspaper article written by Mrs. Ikenberry for the State College, Pennsylvania, newspaper some 20 years ago. This article which concerned a home in which the family then lived, dealt with the theme of loving places and circumstances well, but being happy to convey them to others in time. David Ikenberry

stated that these sentiments apply equally well to a university community as to a home.

A RECOMMENDATION OF THE CHAIR OF THE BOARD REGARDING THE PRESIDENCY OF THE UNIVERSITY

(1) Mr. Lamont asked Chancellor and Mrs. Stukel to join him at the podium. When all were assembled Mr. Lamont presented the following recommendation:

The Board of Trustees has been convened to take the most important action it has been called upon to consider since President Ikenberry announced his intent to step down — the election of a president of the University of Illinois.

Our responsibility is a solemn one, resting upon the statutory obligation specified in the laws of the State of Illinois. The pertinent passage is as follows:

The board of trustees shall elect a regent who shall be charged with the general supervision of the educational facilities and interests of the university. Said regent shall be known as President of the University and his term of office shall be at the pleasure of the board of trustees.

The trustees have worked at this task with great care and with a keen sense of the responsibility before them. They have been ably assisted by an outstanding Consultative Committee, and in particular by its chair, Janice M. Bahr, who has been kept informed of the board's progress at every point.

The members of the Board of Trustees have concluded their work and are ready to take formal action to elect a president. Dr. James Stukel, presently chancellor at the University of Illinois at Chicago, is a nationally recognized scholar and academic administrator. He began his career at the University some 33 years ago as a student. In the intervening years he rose from assistant professor to professor in the College of Engineering at Urbana-Champaign in addition to holding several administrative positions. Among these were director of the Office of Energy Research; director, Public Policy Research; director of the Engineering Experiment Station and associate dean, all in the College of Engineering at Urbana-Champaign. In 1985, Dr. Stukel was appointed vice chancellor for research and dean of the Graduate College at the Chicago campus. In 1986 he was named executive vice chancellor and vice chancellor for academic affairs at the Chicago campus. And, in 1991, he became chancellor of the Chicago campus.

Dr. Stukel will continue to hold the positions of professor of mechanical engineering, Department of Mechanical Engineering at Chicago, on indefinite tenure; professor of environmental and occupational health sciences, School of Public Health at Chicago, on indefinite tenure; professor of mechanical engineering, Department of Mechanical and Industrial Engineering at Urbana, on indefinite tenure; and professor of environmental engineering, Department of Civil Engineering at Urbana, on indefinite tenure.

Accordingly, I will now entertain a motion that Dr. James J. Stukel be elected president of the University of Illinois effective August 1, 1995, at an annual salary of \$225,000.

The motion was made by Ms. Reese and approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Following his election by the board, Mr. Lamont congratulated Dr. Stukel. Chancellor Stukel then thanked the board and shared with them some thoughts. He remarked that as he was walking near the South Lounge in the Illini Union he remembered sitting in that lounge in 1961 and looking out the window onto the quad and beginning to think about his first opportunity to be a student at this great institution. He said that he thought back on how he gradually became involved in teaching, research, and administration at the University. He said that it was extraordinary in terms of his life that he would be here with Mrs. Stukel to become the fifteenth president of the University of Illinois. He then acknowledged the outstanding leadership of President Ikenberry during a time when the institution was changing dramatically. He noted that President Ikenberry was known as the "Master Builder," but in many ways he was much more than that. He stated that President Ikenberry was a builder not just of buildings but of academic programs. The remarkable growth in the academic quality of the institution, the creation of the University of Illinois at Chicago, and his major contribution to the University of Illinois will place Stanley Ikenberry among the finest presidents that the University of Illinois has known. Dr. Stukel continued, saying that Judy Ikenberry has made extraordinary contributions to the University in terms of her time and all the things that she does. He stated that on behalf of all at the University, he thanked the Ikenberry family for giving to us their parents during this time for the benefit of the University of Illinois.

Chancellor Stukel continued by saying that as we look at our society, we know it is a time of transition and this includes higher education. It is a time of great change in society. He went on to say that there will be institutions that will prosper under change, they will make the right choices, they will take risks, they will do things that they have not done in the past. These institutions will create new structures to deal with the issues of the day. Also, Dr. Stukel observed that there will be other institutions though that will not do that. They will not rise to the challenge of change, they will not prosper. He voiced his hope that the Board of Trustees, the new president, the chancellors, and the faculty at this institution, can be part of a team that will prosper under change. An institution that will take risks, that will think about things differently, and will provide leadership, not just in Illinois, but nationally and internationally. He concluded by saying that he thought all involved at the University had the courage to do all that he mentioned and that all would have a very interesting time. Then he said that it was with humility that he thanked all involved for putting trust in him as the University's new president.

Mr. Lamont told Dr. Stukel that the board looked forward to his guidance and stewardship.

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

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

Advisory Committee, College of Pharmacy, Chicago

(2) The chancellor at Chicago, upon recommendation of the interim dean of the College of Pharmacy, has recommended reactivating the Advisory Committee¹ of the College of Pharmacy. The Advisory Committee was inactive for three years, during the previous interim dean's tenure. The following appointments are recommended:

For three-year terms ending June 30, 1998:

PHILIP P. BURGESS, R.Ph., M.B.A., director, Pharmacy Operations, Walgreens Company, Deerfield

JOHN J. DENARDO, F.A.C.H.E., director, West Side VA Hospital, Chicago

STEVEN ZYLBERMAN, R.Ph., M.B.A., director, Pharmacy Services, Christ Hospital, Oak Lawn

For two-year terms ending June 30, 1997:

JAMES C. BOYLAN, Ph.D., director, Pharmaceutical Technologies, Abbott Laboratories, Abbott Park

LEE S. SIMON, R.Ph., M.H.P.E., regional vice president of Clinical Services, Merck-Medco Managed Care, Morton Grove

CARL SKRABACZ, R.Ph., FASCP chief operating officer, Jacob HealthCare Systems, Rosemont

For a one-year term ending June 30, 1996:

GERRY D. BAY, B.S., director, Pharmacy Operations, American Drug Stores, Oak Brook

ABRAHAM C. MORGAN, B.S., president, Mayfair Pharmacies Inc., Chicago

KENNETH F. KING, Ph.D., senior vice president, Regulatory and Scientific Affairs, Pharmacia, Dublin, Ohio

Ex-officio members for 1995-96:

AL NATALE, chairman, Illinois State Board of Pharmacy, Springfield

GARY CERETTO, president, Illinois Pharmacists Association, Chicago

MARK PILKINGTON, executive director, Illinois Pharmacists Association, Chicago

JAMES DOROCIAC, president, Illinois Council of Hospital Pharmacists, LaGrange Memorial Hospital, LaGrange

SCOTT A. MEYERS, executive director, Illinois Council of Hospital Pharmacists, Rockford

The vice president for academic affairs concurs.

I recommend approval.

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

¹ The Advisory Committee to the College of Pharmacy originated when the Chicago College of Pharmacy was incorporated into the University of Illinois in 1896. The committee originally consisted of five members. The present membership is nine, with five ex-officio members.

Honorary Degree, Urbana-Champaign

(3) The senate at the Urbana-Champaign campus has recommended that an honorary degree be conferred on the following person at the Commencement Exercises on May 12, 1996:

GEORGE MYLES CORDELL FISHER, scientist and corporate visionary — the honorary degree of Doctor of Science.

The chancellor concurs in the recommendation.

I recommend approval.

On motion of Mrs. Gravenhorst, this degree was authorized as recommended.

Head, Department of Veterinary Biosciences, Urbana

(4) The chancellor at Urbana, after consultation with the dean of the College of Veterinary Medicine, has recommended the appointment of David R. Gross, presently director of Cardiovascular and Thoracic Surgery Research Labs and professor of surgery, University of Kentucky, Lexington, as head of the Department of Veterinary Biosciences, beginning May 8, 1995, on a twelve-month service basis, with an administrative increment of \$5,000. Dr. Gross will also be appointed as professor of veterinary physiology on indefinite tenure on a twelve-month service basis at an annual salary of \$105,000, for a total salary of \$110,000.

Professor Gross will succeed Professor Richard F. Bevill, Jr., who retired from the University.

The nomination is made with the advice of a search committee,¹ the support of the faculty, and the dean of the College of Veterinary Medicine. The vice president for academic affairs concurs.

I recommend approval.

On motion of Mrs. Gravenhorst, this appointment was approved.

Appointments to the Faculty

(5) The following new appointments to the faculty at 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

Y — Twelve-month service basis

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

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

¹ James E. Hixon, professor of veterinary biosciences and of veterinary programs in agriculture, *chair*; Val Richard Beasley, associate professor of veterinary biosciences; Kenneth R. Holmes, assistant head, Department of Veterinary Biosciences, and associate professor of veterinary biosciences; Ann L. Johnson, professor of veterinary clinical medicine; Orrin David Sherwood, professor of physiology in physiology and biophysics, and professor of physiology in basic sciences, College of Medicine at Urbana-Champaign.

Chicago

- NIGEL D. BROWNING, assistant professor of physics, beginning January 6, 1995 (N), at an annual salary of \$42,000.
- STEPHEN D. MCLEOD, assistant professor of ophthalmology, on 51 percent time, and physician surgeon, on 49 percent time, beginning January 9, 1995 (NY51;NY49), at an annual salary of \$150,000.
- VESPER OWEL, assistant professor of information and decision sciences, beginning January 6, 1995 (N), at an annual salary of \$62,500.
- ALEXANDER V. VEIDENBAUM, associate professor of electrical engineering and computer science, beginning January 6, 1995 (Q), at an annual salary of \$64,000.

Urbana-Champaign

- JAMES F. FALLER, assistant professor of food engineering in food science, beginning January 21, 1995 (N), at an annual salary of \$46,500.
- PHILIPPE H. GEUBELLE, assistant professor of aeronautical and astronautical engineering, beginning January 6, 1995 (N), at an annual salary of \$48,000.
- CYNTHIA L. HENDERSON, health sciences librarian (Urbana) and assistant professor, University Library, beginning February 1, 1995 (NY), at an annual salary of \$48,000.
- TAKAYOSHI MIYABAYASHI, assistant professor of veterinary clinical medicine, beginning January 1, 1995 (NY), at an annual salary of \$65,000.
- PHILIP F. SOLTER, assistant professor of veterinary pathobiology, on 80 percent time, and assistant professor in the Laboratories of Veterinary Diagnostic Medicine, on 20 percent time, beginning January 1, 1995 (NY80;NY20), at an annual salary of \$54,000.
- ARLENE TORRES, assistant professor of anthropology, beginning December 29, 1994 (N), at an annual salary of \$36,000.
- GORDON K. WOLLENBERG, assistant professor of veterinary pathobiology, on 60 percent time, and assistant professor in the Laboratories of Veterinary Diagnostic Medicine, on 40 percent time, beginning January 21, 1995 (NY60;NY40), at an annual salary of \$54,000.

Administrative Staff

- PATRICIA KOTHE, assistant director of Hospital Marketing, Office of the Vice Chancellor for Health Services, beginning December 1, 1994 (NY), at an annual salary of \$60,000.

On motion of Mrs. Gravenhorst, these appointments were confirmed.

Sabbatical Leaves of Absence, 1995-96

- (6) The chancellors at the two campuses have recommended members of the faculty to be given sabbatical leaves of absence in accordance with the provisions of the University of Illinois *Statutes*.

The programs of research, study, and travel for which leaves are requested have been examined by the research boards at the campuses. The vice president for academic affairs has reviewed the applications for the leaves and recommends approval of 56 leaves for Chicago, 163 leaves for Urbana-Champaign, and 1 leave for Central Administration. (A list of those recommended has been filed with the secretary of the board for record.)

(For the record and to provide an annual compilation, in 1994-95, 68 leaves were taken at Chicago and 157 leaves were taken at Urbana-Champaign.)

I concur.

On motion of Mrs. Gravenhorst, these leaves were granted as recommended.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 7 through 24 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Purchase of Natural Gas and Issuance of Certificates of Participation

(7) The University owns and operates power plants at UIC and UIUC that generate essentially all of the heat, some of the cooling, and more than one-third of the electricity used on those campuses. While the plants have multi-fuel capabilities — natural gas and No. 6 fuel oil at UIC; natural gas, coal, and No. 2 fuel oil at UIUC — natural gas is the primary fuel.

It is critical that the University have a firm, long-term base supply of natural gas to provide essential utilities service to the campuses, and to do so efficiently. The ten-year installment purchase contracts recommended herein with MidCon Corp., and its subsidiaries, MidCon Gas Services Corp. (MGSC) and Natural Gas Pipeline Company of America (NGPL), would accomplish the dual business objectives of attaining a long-term, firm supply of a base load of natural gas at favorable prices. Those contracts would result in an up-front payment of approximately \$26.0 million to MGSC to secure a firm supply of 5,000 MMBTUs per day of natural gas for a ten-year period beginning May 1, 1995, and ending April 30, 2005. This payment reflects the present value of a projection of spot prices times volume. To the extent that actual spot prices differ from these projections during the ten years of the purchase contract the University or MGSC would make annual payments or rebates to adjust or “true-up” for these differences.

In order to obtain the funds to prepay MGSC, the board would designate the First National Bank of Chicago (the First) to act as vendor/trustee on this transaction and to authorize the First to issue Certificates of Participation (COPs) in the name of the board. These COPs would be sold competitively to provide the estimated sources of funds identified in the attachment. The board would also authorize an installment purchase agreement between the board and the First as vendor under which the First would assign the natural gas to the University and the University would make installment payments to the First as trustee to pay principal and interest due to the holders of the COPs. Annual installment payments to the First should approximate \$4.0 million.

The AMBAC Indemnity Corporation (AMBAC) would provide bond insurance on the COP issue at a cost not to exceed \$800,000. A financial analysis of the benefits of achieving a AAA insured rating via bond insurance indicates that this is cost effective because of the concomitant reduction in interest rates to be paid on the COPs. In addition, approximately \$3.0 million in COPs would be issued to fund a debt service reserve. This reserve is essentially “self-funding,” i.e., the interest earned on the investment of the reserve should be sufficient to pay the interest on the COPs sold to fund the reserve. The costs of both the bond insurance and the debt service reserve are reflected as uses of funds in the attachment.

In order to implement this transaction, the vice president for business and finance recommends that the board:

1. Confirm the previous employment of (a) Chapman and Cutler as bond counsel, and (b) John Nuveen Co., Inc., as financial advisor.
2. Approve appointment of The First National Bank of Chicago as vendor and trustee.
3. Approve the execution, delivery, and assignment of the following contracts which result in the payment of no more than \$28.1 million to MGSC: (a) Prepaid Gas

Purchase Contract between the board and MGSC; (b) Natural Gas Prepayment Agreement between the Board and MGSC; (c) Predetermined Allocation Agreement among the board, MGSC, and NGPL; and (d) Guarantee between the board and MidCon Corp.¹

4. Approve the execution and delivery of an Acquisition Agreement between the board and the vendor, the Purchase Contract between the board and the vendor and the Indenture of Trust and Assignment of Purchase Contract among the board, the vendor, and the trustee.¹
5. Approve purchase of Bond Insurance from AMBAC at a cost not to exceed \$800,000.
6. Approve Preliminary and Final Official Statements and Notice of Sale.¹
7. Authorize the trustee to issue Certificates of Participation (University of Illinois Natural Gas Purchase Project) Series 1995 on behalf of the board in a principal amount not to exceed \$32.5 million (net of original issue discount), at a true cost of interest not to exceed 6.75 percent and at a purchase price of not less than 99 percent of the amount of Certificates issued.
8. Approve omnibus authority to the comptroller and other officers of the board to do everything else needed to proceed and close on the sale following the board meeting.

Competitive bids on the COPs will be opened and a successful bid awarded subsequent to this board meeting. Results would be reported at the April meeting of the board. Funds required for payments authorized above would be forthcoming from the proceeds of the sale of these COPs.

I concur.

**The Board of Trustees of the University of Illinois
Certificates of Participation, Series 1995
Natural Gas Purchase Contract**

Estimated Sources and Uses of Funds

Sources of Funds:

Principal Amount of Certificates.....	\$32 500 000
Accrued Interest	120 000
Total Sources	\$32 620 000

Uses of Funds:

Natural Gas Prepayment	\$28 100 000
Accrued Interest	120 000
Estimated Cost of Issuance*	990 000
Underwriter's Discount	160 000
Debt Service Reserve Fund.....	3 250 000
Total Uses	\$32 620 000

* Includes Bond Insurance

On motion of Dr. Gindorf, these recommendations were approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Grav-

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 of 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.

enhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Contract, Remodel Fifth Floor of the
Associated Health Professions Building for the
Obstetrics/Gynecology Department, Chicago**

(9) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$995,700 to Joseph Construction Company, Lynwood, the lowest responsible bidder, on the basis of its base bid of \$1,035,000 plus acceptance of *deductive* alternates G1 through G6 and E2 in the amount of \$39,300,¹ for the remodeling of the fifth floor of the Associated Health Professions Building for the Obstetrics/Gynecology Department at the Chicago campus.

The project consists of the remodeling of approximately 15,000 gsf on the fifth floor of the Associated Health Professions Building for the Obstetrics/Gynecology Department, including a clinical practice area, an Antenatal Diagnostic Center with ultrasonography, fetal testing, genetic counseling, and program administrative space.

Funds are to be provided from the the University of Illinois Hospital Plant Fund.

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

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Contract, Remodel Obstetrics/Gynecology Department,
Clinical Sciences North Building, Chicago**

(10) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$497,000 to Joseph Construction Company, Lynwood, the lowest responsible bidder, on the basis of its base bid, for remodeling the second floor of the Clinical Sciences North Building for the Obstetrics/Gynecology Department at the Chicago campus.

The project consists of the construction of a new second floor (approximately 1,620 gross square feet) in an existing two-story space and the remodeling of additional area (approximately 3,160 square feet) also on the second floor of the Clinical Sciences Building for new offices and labs for the Obstetrics/Gynecology Department.

Funds are available from the Restricted Funds Operating Budget of the College of Medicine.

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

On motion of Dr. Gindorf, this recommendation was approved by

¹ *Description of Alternates:* G1 — Delete carpet patterns strips in corridor; G2 — Delete plastic laminate casework in exam rooms, ultrasound rooms, and clean utility room; G3 — Replace gypsum wallboard ceilings in corridors with acoustical ceiling tile; G4 — Substitute vinyl composition tile for carpet in corridor and waiting area; G5 — Substitute vinyl wallcovering with paint finish on corridor walls; G6 — Substitute gypsum wallboard partition construction for glass block; and E2 — Delete can lights in corridor.

the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Contract, Remodel Biologic Resources
Laboratory Holding Facility,
Betatron Facility, Chicago**

(11) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$1,030,000 to Goebolt Construction Company, Inc., Lincolnwood, the lowest responsible bidder, on the basis of its base bid, for remodeling of the former Betatron Facility to provide a Biologic Resources Laboratory holding facility for the Department of Obstetrics/Gynecology at the Chicago campus.

The project consists of the following: complete gutting of the former Betatron Facility, removal of an unused cobalt unit, and remodeling and expanding that facility in order to provide a Biologic Resources Laboratory holding facility of approximately 2,000 square feet for the Department of Obstetrics/Gynecology in the College of Medicine.

Funds are available from the Restricted Funds Operating Budget of the College of Medicine.

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

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Contract to Remodel Anatomy Laboratories,
College of Medicine West, Chicago**

(12) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$372,000 to Joseph Construction Company, Lynwood, the lowest responsible bidder, on the basis of its base bid of \$353,000 plus acceptance of alternate #1 in the amount of \$19,000,¹ for remodeling the seventh, eighth, ninth, and tenth floors of the College of Medicine West building for the Anatomy and Cell Biology Department of the College of Medicine at the Chicago campus.

The project consists of remodeling 11,700 nsf of existing anatomy laboratories, lockers, and restrooms. Additionally, 1,000 nsf of work room space per floor on the eighth, ninth, and tenth floors will be included. Work will include the demolition and removal of existing equipment and case work, renovation of room finishes, installation of new stainless steel casework and sinks, and installation of equipment, as well as modifications to existing mechanical, plumbing, and electrical systems.

Funds are available from the Restricted Funds Operating Budget of the College of Medicine.

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

¹ Alternate #1 — Add remodeling of Restroom 704 to comply with ADA requirements.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Contract for South Campus Site Improvements, Phase Two, Chicago

(13) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$4,762,000 to F. H. Paschen Venture, Des Plaines, the lowest responsible bidder, on the basis of its base bid of \$3,409,000 plus acceptance of alternates 1-14 in the amount of \$1,353,000¹ for Phase Two of the South Campus Site Improvements project at the Chicago campus.

The project consists of the construction of new athletic fields in the area bounded by Maxwell Street, 14th Place, South Morgan Street, and South Halsted Street. New facilities will include a baseball field; softball field; two multipurpose recreation fields; control, storage, and mechanical equipment buildings; restrooms; and a parking lot for 640 vehicles.

The project also includes ornamental fencing around the perimeter of the site, pedestrian walkways, seating areas, and pedestrian lighting, bleacher seating, scoreboards, and scorers' booths for baseball, softball, and soccer fields, and dugouts for baseball and softball. All fields are irrigated and have underground drainage systems.

Funds are available from the Fiscal Year 1995 capital appropriations and Campus Auxiliary Services (Parking) operating budget.

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

Ms. Lopez asked to be assured that minority contractors would have an opportunity to participate in this project.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Contracts for Cafeteria Remodeling, Illini Union, Urbana

(14) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for the cafeteria remodeling project in the Illini Union at the Urbana campus. The award in each case is to the lowest responsible bidder on the basis of its base bid plus acceptance of the indicated alternates:²

¹ *Description of Alternates:* 1 — Add ornamental fence and gates; 2 — Add ornamental fence and gates at parking lot; 3 — Add scoreboard at baseball field; 4 — Add scoreboard at softball field; 5 — Add scoreboard at soccer field; 6 — Add scorer's booth, bleachers, and bleacher pad at baseball field; 7 — Add scorer's booth, bleachers, and bleacher pad at softball field; 8 — Add scorer's booth, bleachers, and bleacher pad at soccer field; 9 — Add 6 tennis courts; 10 — Add 4 volleyball courts; 11 — Add additional trees; 12 — Add dugout buildings at baseball field; 13 — Add dugout buildings at softball field; and 14 — Add athletic service building.

² Alternate #1 is for an Italian food court.

Division I — General

The Petry-Kuhne Company,

Champaign	Base Bid.....	\$338 800
	Alt. 1	<u>25 650</u>

\$364 450

Division II — Plumbing

A & R Mechanical Contractors, Inc.,

Urbana,	Base Bid.....	74 200
	Alt. 1	<u>12 130</u>

86 330

Division III — HVAC

A & R Mechanical Contractors, Inc.,

Urbana	Base Bid.....	69 262
	Alt. 1	<u>16 800</u>

86 062

Division IV — Electrical

Leverenz Electric Company,

Danville	Base Bid.....	143 546
	Alt. 1	<u>16 445</u>

159 991

<i>Total</i>		<u>\$696 833</u>
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The \$1.55 million project (including \$400,000 in kitchen equipment) will remodel the existing serving area and will provide seven self-contained food stations. The dining area will also be remodeled and includes new flooring, ceiling, lighting, and seating areas.

Funds are available from the proceeds of the Auxiliary Facilities System Series 1993 Revenue Bond issue.

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

On motion of Dr. Gindorf, these contracts were awarded by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Contracts for Campus Recreation Playfields, Urbana

(15) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for the Campus Recreation Playfields at the Urbana campus. The award in each case is to the lowest responsible bidder on its base bid plus acceptance of the indicated alternates.¹

Division I — General

Broeren Russo Construction, Inc.,

Champaign	Base Bid.....	\$ 649 500
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¹ Description of Alternates: #1 — Sand volleyball/roller hockey; #2 — Soccer field #2.

Division II — Electrical

Bodine Electric of Decatur,

Champaign	Base Bid.....	\$270 210	
	Alt. #1	55 130	
	Alt. #2	58 900	
		<u> </u>	\$ 384 240
Total			\$1 033 740

The project will consist of developing playfields at two areas. The first area is on the west side of campus bounded by Oak Street, First Street, Gregory Drive, and a line extending west from Peabody Drive. This area is to be developed into athletic fields, including intramural football fields, soccer fields, basketball courts, sand volleyball courts, and a roller blade hockey court. Fields will be fenced, lit, and irrigated. The site is also to include a service and storage facility. The second area is on the southwest corner of Lincoln and Florida Avenue. The site will contain a fenced soccer field.

The award of these contracts will allow the construction of the service and storage facility with supporting mechanical and utility systems and will provide site lighting. Previously awarded was site construction work.

Funds are available from the proceeds of the Auxiliary Facilities System Series 1993 Revenue Bond issue.

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

On motion of Dr. Gindorf, these contracts were awarded by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Contracts for Stairs and Life Safety Remodeling,
Illini Union, Urbana**

(16) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for the stairs and life safety remodeling project in the Illini Union at the Urbana campus. The award in each case is to the lowest responsible bidder on its base bid plus acceptance of the indicated alternates:¹

Bid Package #1 — General

Broeren Russo Construction, Inc.,

Champaign	Base Bid.....	\$414 400	
	Alt. #1-1	81 800	
		<u> </u>	\$ 496 200

Bid Package #3 — Fire Protection

McDaniel Fire Systems, Champaign	Base Bid.....	140 482	
	Alt. 3-1.....	24 354	
		<u> </u>	

164 836

¹ *Description of Alternates:* Alt. 1-1, 4-1, 7-1, 8-1, 9-1, and 10-1 — Upgrade of fire separation of east and west wings of the north building from the central portion to a two-hour fire rating standard; Alt. 3-1 — Add sprinkler zone 3 in the basement.

Bid Package #4 — Demolition

Compliance Environmental Service,

Inc., Morris	Base Bid.	\$ 94 923
	Alt. 4-1.	-0-

\$ 94 923

*Bid Package #7 — Acoustical Ceiling,
Drywall, Plaster, Paint, and Wallpaper*

Broeren Russo Construction, Inc.,

Champaign	Base Bid.	174 800
	Alt 7-1	5 600

180 400

Bid Package #8 — Terrazo

Broeren Russo Construction, Inc.,

Champaign	Base Bid.	128 100
	Alt. 8-1.	7 900

136 000

Bid Package #9 — HVAC/Plumbing

Hart & Schroeder Mechanical

Contractors, Inc., Champaign	Base Bid.	43 475
	Alt. 9-1.	-0-

43 475

Bid Package #10 — Electrical

Central Illinois Electric, Pesotum

Base Bid.	59 850
Alt. 10-1	12 500

72 350

<i>Total</i>	\$1 188 184
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The proposed \$2.3 million project consists of reconfiguration and enclosure of the north interior stair towers. To satisfy code requirements while preserving the essential architectural integrity of the building's interior space, each stair tower must be gutted, reconfigured, and enclosed. Concurrent with this project, the men's restroom on the north lower level is to be relocated, facilitating construction of the northwest interior stair tower. Also included in the project is the installation of a sprinkler system in the basement and on the first floor of the north and south buildings.

Funds are available from the proceeds of the Auxiliary Facilities System Series 1993 Revenue Bond issue.

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

On motion of Dr. Gindorf, these contracts were awarded by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Contracts for Remodeling Restrooms,
Lincoln Avenue Residence Hall, Urbana**

(17) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for remodel-

eling of restrooms in the Lincoln Avenue Residence Hall at the Urbana campus. The award in each case is to the lowest responsible bidder on its base bid plus acceptance of the indicated alternates:¹

Division I — General

W. Commercial Builders, Inc.,

Urbana	Base Bid.....	\$248 000	
	Alt. #G-1....	6 288	
	Alt. #G-5....	54 000	
	Alt. #G-6....	12 000	
			\$320 288

Division II — Plumbing

Hart & Schroeder Mechanical

Contractors, Inc., Champaign	Base Bid.....	142 360	
	Alt. #P-5	18 420	
			160 780

Division V — Electrical

Central Illinois Electric, Pesotum	Base Bid.....	48 800	48 800
<i>Total</i>			\$529 868

The remodeling will upgrade 16 student bathrooms and two public restrooms. The remodeling is necessary to meet electrical codes, improve appearance, and make public restrooms compliant with the Americans with Disabilities Act. The upgrade will include new ceilings and lighting, replace stall partitions and doors, upgrade showers, and add electrical receptacles.

Funds are available from the Fiscal Year 1995 Auxiliary Facilities System R&R Funds and from Housing Division Funds with reimbursement from the FY 1996 Auxiliary Facilities System R&R Funds.

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

On motion of Dr. Gindorf, these contracts were awarded by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Employment of Architect/Engineer, Basement Remodeling, Gregory Drive Residence Hall, Urbana

(18) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of BLDD Architects, Inc., Decatur, for the professional services required through the construction phase of the basement remodeling project in the Gregory Drive Residence Hall at the Urbana campus.

The firm's fee through the construction phase will be a fixed fee of \$85,000, including reimbursable expenses.

The \$1.0 million project will remodel approximately 14,000 gsf in the basement of the Gregory Drive Residence Hall Food Service Building to include a computer room, library, exercise room, music practice room, conference room, study area, and

¹ *Description of Alternates:* Alt. #1 — Assignment fee; Alt. #5 — Remove marble shelf, provide Corian top and under-mount type oval bowl; Alt. #6 — In 16 student bathrooms, remove and replace the mirror on the wall opposite the lavatories.

vending space. The remodeling will include reconfiguring existing space and providing the appropriate floor, wall, and ceiling finishes as well as upgrading the mechanical and electrical systems.

Funds are available from Housing Division's Building Maintenance Reserve Fund.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Employment of Architect/Engineer, Ambulatory Care Facility, Chicago

(19) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Perkins & Will, Chicago, for the professional architectural and engineering services required through the design development phase of the Ambulatory Care Facility at the Chicago campus.

The firm's fee through the design development phase will be a fixed fee of \$1,075,040, plus reimbursable expenses estimated to be \$630,000.

The project consists of the design and phased construction of a new ambulatory care facility adjacent to the University of Illinois Hospital at Chicago, the infill construction of two additional levels of hospital area, and the remodeling of the Eye and Ear Infirmary Building. Enclosed bridges to the new infill hospital area, Eye and Ear Infirmary Building, and University parking facilities will also be required.

Funding for the project is anticipated from both internal sources and from the proceeds of the sale of revenue bonds. Funding for this contract is available initially from the Hospital Operations Improvement Fund. These funds may be reimbursed from the proceeds of a subsequent revenue bond issue.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Employment of Construction Manager, Ambulatory Care Facility, Chicago

(20) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Turner Construction Company, Chicago, for the professional construction management services required through the design development phase of the Ambulatory Care Facility at the Chicago campus.

The firm's fee through the design development phase will be a fixed fee of \$90,000, plus reimbursable expenses estimated to be \$180,000.

The project consists of the design and phased construction of a new ambulatory care facility adjacent to the University of Illinois Hospital at Chicago, the infill construction of two additional levels of hospital area, and the remodeling of the Eye and Ear Infirmary Building. Enclosed bridges to the new infill hospital area, Eye and Ear Infirmary Building, and University parking facilities will also be required.

Funding for the project is anticipated from both internal sources and from the proceeds of the sale of revenue bonds. Funding for this contract is available initially

from the Hospital Operations Improvement Fund. These funds may be reimbursed from the proceeds of a subsequent revenue bond issue.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Supplemental Funding, Renovation of the Illinois
State Psychiatric Institute, Chicago
(Contract With Capital Development Board)**

(21) The Central Management Services Department has requested the Capital Development Board to employ the firm of Teng Associates, Chicago, for the professional services required to renovate the Illinois State Psychiatric Institute at the Chicago campus for use by the Illinois Department of Mental Health.

The original scope of work for this remodeling project will be increased at the request of the University in order to remodel an existing storage area in the building to provide two new research laboratories for the neuropsychiatric research program.

The Chicago campus has recently identified funds in the amount of \$300,000 which can be made available for the expanded project.

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 in order to finance the expanded project at a cost of \$300,000.

University funds are available from the Institutional Funds operating budget of the Department of Psychiatry.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

**Supplemental Funding, Remodeling for Organic Chemistry,
Science and Engineering Laboratories, Chicago
(Contract With Capital Development Board)**

(22) In November 1991, the Board of Trustees requested the Capital Development Board to employ the firm of Larsen Wulff Associates, LaGrange, for the professional services required to remodel the Science and Engineering Laboratory for Organic Chemistry at the Chicago campus.

Initially, this project was included as a portion of another multi-phased project (Fiscal Year 1990) to remodel Room 3210 for Advanced Organic Chemistry in the Science and Engineering Laboratory. Due to inadequate funds, part of the work was deferred and became a separate project to remodel Room 3209 for Advanced Organic Chemistry in the Science and Engineering Laboratory. Funds for this project were not released until March 1994; and due to cost escalation, additional funds are necessary to complete the project (which is estimated at \$549,000).

The Chicago campus has recently identified funds which can be made available for the remodeling project, which will provide facilities for two additional research

chemists and will include 13 fume hoods in addition to laboratory benches and other equipment.

State statutes provide that the Capital Development Board and the University may contract with each other and other parties on 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 in order to finance the project scope at an additional cost of \$114,000.

University funds are available from the Office of the Vice Chancellor for Academic Affairs, the Office of the Vice Chancellor for Research, the College of Liberal Arts and Sciences, and the Department of Chemistry.

On motion of Dr. Gindorf, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Transfer of Land to the State of Illinois

(23) The Illinois Department of Transportation (IDOT) is proposing major highway improvements for U.S. Route 45, a distance of 6.2 miles between the Village of Tolono and Curtis Road, in the Village of Savoy.

IDOT seeks the acquisition of University-owned land which serves Willard Airport and the University's golf courses in conjunction with this project. This includes two parcels: a 0.078 acre parcel at the intersection of U.S. Route 45 and Monticello Road (compensation to be \$683.00 plus actual reimbursement to replace fencing), and a 0.057 acre parcel of land and a 0.024 acre easement approximately one-quarter mile north of Airport Road (compensation to be \$1,280.00). Total compensation for the acquisition of this land represents the amount paid to the adjoining landowners. It is supported by appraisal.

The roadway improvement project will provide for a four lane divided-median highway, appropriate crossover and turn lanes, improved highway lighting and new traffic signals at the intersection of U.S. Route 45 and Willard Airport Road. These improvements will benefit the University. No University funds are required for the project. IDOT plans to let bids for this work in May 1995. Sufficient access to Willard Airport and the golf courses will be maintained at all times during the construction period.

The chancellor at Urbana and the vice president for business and finance recommend adoption of the following resolution authorizing the transfer of the University land needed for the highway improvement project as outlined above.

I concur.

(The IDOT project will include the widening and improving of the University-owned Willard Airport Road, a distance of approximately 440 feet west of the centerline of the existing right-of-way of U.S. Route 45 and will necessitate the relocation of farm fencing and the Willard Airport sign. IDOT will reimburse the University for costs associated with these relocations.)

Resolution

I. Transfer of University's Interest

Whereas, the Board of Trustees of the University of Illinois is the fee owner of the following described property to wit:

Part of the Southeast Quarter of Section 11, Township 18 North, Range 8 East of the Third Principal Meridian in Champaign County, Illinois. Said part further described as follows:

Commencing at the Southeast corner of Section 11; thence North 0 degrees 25 minutes 08 seconds West 29.37 feet along the East line of Section 11 to a point on the North right of way line of Monticello Road, said point being the point of beginning; thence North 89 degrees 44 minutes 22 seconds West 201.23 feet along said North right of way line of Monticello Road; thence North 0 degrees 15 minutes 48 seconds East 5.00 feet; thence North 82 degrees 50 minutes 20 seconds East 139.32 feet; thence South 89 degrees 44 minutes 22 seconds East 62.80 feet parallel with the North right of way line of Monticello Road to a point on the East line of Section 11; thence South 0 degrees 25 minutes 08 seconds East 23.00 feet along the East line of Section 11 to the point of beginning, containing 0.078 acres, more or less; and

Part of the Southwest Quarter of Section 1, Township 18 North, Range 8 East of the Third Principal Meridian in Champaign County, Illinois. Said part being further described as follows:

Commencing at the Southwest corner of Section 1; thence North 88 degrees 38 minutes 13 seconds East 869.11 feet along the south line of said Section 1; thence North 1 degree 21 minutes 47 seconds West 33.00 feet point at the intersection of the north right of way line of Airport Road and the west right of way line of U.S. Route 45; thence North 6 degrees 53 minutes 14 seconds East 1143.50 feet along said west right of way line of U.S. Route 45 to the point of beginning; thence South 90 degrees 00 minutes 00 seconds West 35.25 feet; thence North 6 degrees 53 minutes 14 seconds East 70.51 feet parallel with the west right of way line of U.S. Route 45; thence North 90 degrees 00 minutes 00 seconds East 35.25 feet to a point on the west right of way of U.S. Route 45; thence South 6 degrees 53 minutes 14 seconds West 70.51 feet along said west right of way line of U.S. Route 45 to the point of beginning, containing 0.057 acres, more or less.

And, Whereas, the State of Illinois desires to acquire the above described premises for use of the Department of Transportation for highway purposes, and whereas the Board of Trustees has agreed to transfer title to the above described premises.

Therefore, It Is Hereby Resolved that the Comptroller and Secretary of the Board of Trustees be and they hereby are authorized and directed to transfer the University's interest in the above described tracts of land, and they are hereby further authorized and directed to execute and deliver such other instruments as may be necessary or convenient to consummate such transfer.

II. Easement

Whereas, the Board of Trustees of the University of Illinois is the fee owner of the following described property to wit:

Part of the Southwest quarter of Section 1, Township 18 North, Range 8 East of the Third Principal Meridian in Champaign County, Illinois. Said part being further described as follows:

Commencing at the Southwest corner of Section 1; thence North 88 degrees 38 minutes 13 seconds East 869.11 feet along the south line of said Section 1; thence North 1 degree 21 minutes 47 seconds West 33.00 feet to a point at the intersection of the north right of way line of Airport Road and the west right of way line of U.S. Route 45; thence North 6 degrees 53 minutes

14 seconds East 1143.50 feet along the west right of way line of U.S. Route 45; thence South 90 degrees 00 minutes 00 seconds West 35.25 feet to the point of beginning; thence continuing South 90 degrees 00 minutes 00 seconds West 15.11 feet; thence North 6 degrees 53 minutes 14 seconds East 70.51 feet parallel with the west right of way line of U.S. Route 45; thence North 90 degrees 00 minutes 00 seconds East 15.11 feet; thence South 6 degrees 53 minutes 14 seconds West 70.51 feet parallel with the west right of way line of U.S. Route 45 to the point of beginning, containing 0.024 acres, more or less.

And, Whereas, the State of Illinois desires to acquire an easement over the above described premises for use of the Department of Transportation for highway purposes and whereas the Board of Trustees has agreed to grant an easement over the above described premises.

Therefore, It Is Hereby Resolved that the Comptroller and Secretary of the Board of Trustees be and they are hereby authorized and directed to grant an easement right over the above described tract of land, and they are hereby further authorized and directed to execute and deliver such other instruments as may be necessary or convenient to grant such easement.

On motion of Dr. Gindorf, the foregoing resolution was adopted by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Purchases

(24) 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 one category — purchases from institutional funds. The 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 amount of these purchases from institutional funds was \$3,744,748.

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. Gindorf, the purchases recommended were authorized by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Dr. Bacon, Mrs. Calder, Governor Edgar.

(The student advisory vote was: Aye, Mr. Didato-Castillo, Mr. Rose; no, none.)

Employment of Consultant, Parking Structure Repairs, Krannert Center for the Performing Arts, Urbana (Report of Actions)

(25) In October 1994, Construction Technology Laboratories, Inc., Chicago, was employed to provide the professional services for a conditions investigation study of the parking structure and plaza area at the Krannert Center for the Performing

Arts. The parking structure at the Krannert Center was constructed in the late 1960s and is an unheated, two-level open garage for parking 600 vehicles. A plaza level, which contains landscaped regions and pedestrian walkways, provides a roof over the upper parking level. The recent study by Construction Technology Laboratories, Inc., recommends the complete removal of the existing waffle slab followed by the installation of a new flat slab system. The project (estimated at \$7 million) will also address lighting, drainage, and beam/column issues.

Due to the fact that the project needs to proceed in order to meet scheduling needs of the Krannert Center, it was necessary to employ the firm of Construction Technology Laboratories, Inc., prior to the March 9, 1995, meeting of the Board of Trustees. The vice president for business and finance made an oral presentation of the project to the Buildings and Grounds Committee on February 9, 1995, at which time, the trustees were asked to approve the employment of the project consultant. Since there was no action taken in the board's regular session, this item is to confirm the action of the board at its February 9, 1995, meeting of the Buildings and Grounds Committee.

The firm's fee for the professional services required through the bidding phase will be \$168,400, including reimbursables.

Funds for the employment of the consultant are available from the Auxiliary Facilities System Repair and Replacement Fund.

This report was received and confirmed.

President's Report on Actions of the Senate

Establishment of a Minor in Religious Studies, Sciences and Letters Curriculum, College of Liberal Arts and Sciences, Urbana

(26) The Urbana-Champaign Senate has approved a proposal to establish a minor in Religious Studies available to students enrolled in the Sciences and Letters Curriculum of the College of Liberal Arts and Sciences. The minor requires a total of 21 hours, and requires students to fulfill the following requirements: (1) RELST/PHIL 110, World Religions; (2) one course in Ethics or Philosophy of Religion, such as RELST 125, 230, or 362; (3) five courses (15 hours), two of which (6 hours) must be from an Asian religious tradition (Hinduism, Buddhism, or Islam, with at least one course in Hinduism or Buddhism) and two of which (6 hours) must be from the Western religious traditions (Biblical Studies, Judaism, Christianity, Islam, with at least one course in Biblical Studies, Judaism, or Christianity).

No more than 9 hours may be selected from courses at the 100-level, and at least 6 hours must be selected from courses at the 300-level. The minor will allow students to study religion in general, while at the same time focusing on a particular religious tradition or area of the world.

Revision of the Curriculum Preparatory to the Teaching of Computer Science, Council on Teacher Education and College of Liberal Arts and Sciences, Urbana

The Urbana-Champaign Senate has approved a proposal of the Council on Teacher Education and the College of Liberal Arts and Sciences to revise the Curriculum Preparatory to the Teaching of Computer Science. This revision is designed to (1) integrate into the curriculum recent changes in the 100- and 200-level Computer Science courses; (2) add to the courses required for the major three fundamental 100- and 200-level Computer Science courses, replacing 6 hours of Computer Science electives; (3) add a Curriculum and Instruction course to the

required teacher education professional education courses, to improve early field experiences; and (4) add a requirement that each student complete a teacher education minor in some field, to enhance the employment opportunities of graduates. The requirements for the major are increased by 3 semester hours (not counting the goal directed sequence requirement or the teacher education minor), and the required professional education courses are increased by an additional 2 semester hours. (The number of hours required for graduation remains constant at a minimum of 120 hours.)

This report was received for record.

**Comptroller's Report of Investment Transactions
April 1, 1994, through December 31, 1994**

(27) The comptroller presented the above report which includes 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.

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

Chair Lamont called attention to the schedule of meetings for the next few months: April 12-13, Chicago; May 11, Urbana-Champaign; June 8, Chicago.

There being no further business, the board adjourned.

MICHELE M. THOMPSON

Secretary

THOMAS R. LAMONT

Chair