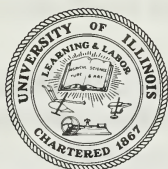


MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

May 11, 1995



The May meeting of the Board of Trustees of the University of Illinois was held in the Pine Lounge, Illini Union, Urbana, Illinois, on Thursday, May 11, 1995, beginning at 10:20 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; 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.

EXECUTIVE SESSION

Chair 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 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.)

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.

A biennial volume of board proceedings has been published since the previous report, in effect releasing the minutes of executive sessions through June 1994. Attached are copies of the executive sessions of July and September 1994. (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 all executive session items from July and September 1994 be made available to the public at this time.

I concur.

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

Authorization for Settlement

(2) The university counsel recommends that the board approve settlement of the University's potential liability at the Maxey Flats Low-Level Radioactive Waste Disposal Site ("site") in the amount of \$105,809.10. The United States Environmental Protection Agency is alleging that the University is one of many parties who disposed of low-level radioactive waste at the site between 1963 and 1977. Slightly more than .06 percent of the waste at the site has been attributed to the University. The University's total settlement costs are based upon a percentage of past remedial costs plus a percentage of estimated future remedial costs multiplied by a premium of 2.5. (Past remedial costs total \$14.8 million while estimated future remedial costs total \$62.7 million.)

The vice president for business and finance concurs.

I recommend approval.

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

Authorization for Settlement

(3) The university counsel recommends that the board approve settlement of *Stepney v. Wilcoxson, et al.* in the amount of \$325,000. The plaintiff alleges that our defendants negligently and carelessly failed to recognize and remove a mucus plug from plaintiff's decedent's endotracheal tube and that as a result, the plaintiff's decedent suffered hypoxic encephalopathy, had severe neurologic impairment, and eventually died as a result of the anoxic brain damage.

The vice president for business and finance concurs.

I recommend approval.

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

Comments, Chancellor, Chicago Campus

Chancellor Stukel reported that he would recommend Dr. Sidney Simpson to the board for the position, dean, College of Liberal Arts and Sciences, Chicago. He also said that Interim Chancellor David Broski would conduct a search for a permanent vice chancellor for student affairs. Mrs. Gravenhorst asked about the chancellor's plans to begin a search for a chancellor of the Chicago campus, given the fact that Dr. Stukel would move into the position of president of the University in August 1995. Chancellor Stukel said he was beginning discussions about the selection of the search committee on the campus presently.

Comments, Chancellor, Urbana-Champaign Campus

Chancellor Aiken addressed the board next and commented on the loss of Dean W. Reginald Gomes of the College of Agriculture to the University of California and indicated that a search for a successor to Dean Gomes was commencing. Next, he reported that the search for a dean of the College of Education was nearing completion and that he hoped to bring a recommendation to the board soon. In addition, he indicated that the searches for associate chancellor for affirmative action and vice chancellor for student affairs were nearing conclusion.

Pending Litigation

Mrs. Gravenhorst asked for more information concerning the suit filed by the faculty union at Sangamon State University which challenges the transfer of that institution to the University of Illinois. Mr. Higgins then informed the board that the University had been sued by the faculty union at Sangamon State University for alleged attempts to

decertify the union at Sangamon State. He noted that Governor Edgar is also named, separately, in his role as governor. Thus, the Illinois Attorney General will be involved. Mr. Higgins told the board that, briefly, the union seeks to declare unconstitutional the University's definition of a community of interest for a bargaining unit.

A discussion of the issues in the suit and the University of Illinois' tradition of shared governance followed. Chancellor Stukel commented that though the faculty at Sangamon State may be concerned about having a change in their institutional culture they would never truly be a part of the University of Illinois if they have separate governance. He cited the example of determination of the mission of the campus, which is a very comprehensive process within the University of Illinois, yet is a specific right of the faculty union at Sangamon State.

President Ikenberry then told the board that the University seemed to be in a strong legal position and that public opinion seemed to be sympathetic in nature toward the University's position.

Legal Actions, City of Chicago

Mr. Higgins related that the Office of the University Counsel was engaged in a series of discussions with the City of Chicago concerning jurisdiction over the buildings and ongoing activities at the Chicago campus. He cited poor communication with various city offices as a problem. Chancellor Stukel suggested to Mr. Higgins that he consult with the chief of staff in the mayor's office.

President Ikenberry's Future Appointments

For this portion of the meeting, just the trustees, Dr. Bazzani, and Dr. Thompson remained. Dr. Bazzani presented a plan for President Ikenberry's transition from the role of president to faculty member. The plan for a leave of absence for the 1995-96 year at the current salary was presented, with the explanation that this has been usual practice for many years. Discussion then followed about the several faculty titles that President Ikenberry would hold, one of which is regent professor in the Institute of Government and Public Affairs. Others are: professor, College of Education, Chicago, and professor, College of Education, Urbana. The board concurred, by consensus, in these plans and indicated that action should be taken on these matters at the next meeting of the board in June 1995.

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session adjourned at 10:55 a.m. for meetings of the Committee on Buildings and Grounds and the Committee on the University Hospital and Clinics.¹

¹ The Committee on Buildings and Grounds received a report on repair and renovation of the auxiliary facilities for Fiscal Year 1996, as well as a recommendation for remodeling the Newmark Civil Engineering Laboratory, Urbana campus. The Committee on the University Hospital and Clinics reviewed plans for an expanded University HMO and discussed formation of a separate entity to manage the business aspects of such. The plan for the new HMO to be fully operational is January 1996.

BOARD MEETING RECESSED

Following the two committee meetings, the board recessed for lunch at 12:15 p.m.

BOARD MEETING RECONVENED

The board reconvened in regular session at 1:50 p.m. following a meeting of the board as a Committee of the Whole.¹

MINUTES APPROVED

The secretary presented for approval the press proof of the minutes of the Board of Trustees meeting of October 20, 1995, copies of which had previously been sent to the board.

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

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

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

The president made special comments of appreciation to Professor Kenneth E. Andersen on the occasion of his retirement from the University following 25 years of service.

Next, the president congratulated Chancellor Stukel and others on the impressive Commencement ceremony held on the Chicago campus the preceding week and remarked that these events marked in a celebratory way the conclusion of a successful academic year overall at the University.

He then turned to events occurring in the General Assembly and said that he was cautiously optimistic that the appropriation to the University would provide another reasonably good year for the University.

Dr. Ikenberry then turned to an explanation of the duties involved in a new assignment he has received from the governor. This is to chair a special committee that will review fairness and equity in funding education in Illinois. He indicated that he saw the issue of funding education in a total perspective of assuring funding for all levels of education even though the emphasis of the committee will be on elementary and secondary education. He said that he was pleased to be a part of such a fine group, undertaking such an important endeavor.

The next item on which the president reported was the continuing series of changes proposed for higher education governance in the

¹ Prior to this, the board met as a Committee of the Whole to receive a presentation from Dr. Bazzani concerning capital projects recommended for financing by bonds that will be sold in the next several months. Dr. Bazzani indicated to the trustees that a formal recommendation for these projects and for bond financing would come to them at their July 1995 meeting.

² University Senates Conference: Kenneth E. Andersen, professor of speech communication, Urbana-Champaign campus; Urbana-Champaign Senate Council: Jon C. Liebman, professor of environmental engineering; Chicago Senate: Jeff E. Lewis, associate head and professor of mathematics, statistics, and computer science.

State. The latest in this series is the proposal that the community colleges in the State be removed from the jurisdiction of the Illinois Board of Higher Education. Dr. Ikenberry observed that the removal of the community colleges from the IBHE would fundamentally alter higher education governance in Illinois. He stated that this is not the time for more reorganization but for adjustment to changes already made.

The president continued with a presentation of changes in higher education and noted that the composition of the board of IBHE is in question now too. As presently composed, after the governance changes were made, neither the University of Illinois nor Southern Illinois University has a representative on the IBHE board. A bill has been introduced which would continue the representation of the University of Illinois board on the board of the IBHE. A representative from the board of Southern Illinois University is proposed in this too. The president said that it was not certain whether this bill would be dealt with in the current session of the Legislature or if this would wait until the Fall, veto session, or perhaps not at all.

In summation, the president stressed that the structure of higher education in Illinois is presently destabilized and quite fragile.

On the topic of the transfer of Sangamon State University to the University of Illinois, Dr. Ikenberry indicated that this continues to move ahead and he stated that at the June meeting of the Board of Trustees, Dr. Manning would provide more information on that process.

OLD BUSINESS

Ms. Reese reported on the quarterly meeting of the University of Illinois Foundation which she attended as the representative of the Board of Trustees. She distributed copies of charts acquired at that meeting which illustrate the progress of the capital campaign and document the growth of gifts given the Foundation between 1979 and 1995. (A copy of the charts is on file with the secretary.)

She reported that the campaign to increase the endowment of the University is going very well.

Dr. Ikenberry then informed the board that the University of Illinois ranks in the top 10 of universities, both public and private, in the United States in terms of private fund raising.

Next, Mrs. Gravenhorst reported on the annual meeting of the Association of Governing Boards which she attended in Seattle in March. She noted that two topics discussed at length were tenure and productivity. She shared with her colleagues that a session on gender equity was very helpful and presented very good definitions of the goals of gender equity. She then advised the board that the next annual meeting, 1996, would be in Chicago and that the University of Illinois was to have a presence on the program.

Mrs. Gravenhorst also reported on the most recent meeting of the Illinois Board of Higher Education which she had attended as the Board

of Trustees' representative at Southern Illinois University at Edwardsville, along with Mrs. O'Malley and Ms. Reese. She reported that more discussions were held regarding tenure. Further, she noted that Chairman Arthur Quern of the IBHE had reported that earlier plans to increase the role and powers of the IBHE had been terminated. In addition, she indicated that the topic of athletics in higher education was discussed by the IBHE board members. President Ikenberry opined that if anything is to happen in this arena it will doubtless have to be in response to a national trend.

Mrs. Gravenhorst also reported on the scholar-athlete dinner at the Urbana campus which she had attended a few days prior to the board meeting. She noted that this was most impressive and cited a newspaper article written by *The News Gazette* reporter Loren Tate regarding the accomplishments of the student athletes at the Urbana campus.

NEW BUSINESS

President Ikenberry spoke at this time in praise of the College of Agriculture's faculty for completing the task of reorganizing their college and consolidating some units within the college. He said this is a wise change for the future.

Mr. Engelbrecht asked about the impact to the Urbana campus of the loss of the Illinois High School Athletic tournament. Interim Vice Chancellor for Student Affairs Patricia Askew responded that it meant a loss of \$100,000 to the Assembly Hall and a loss of about \$4 million to the community.

President Ikenberry said it was a serious loss to the University in terms of visibility and indicated that he had heard a great deal of regret across the State. He noted that he hoped that in a few years it might return to the Urbana campus.

Mr. Lamont reported that the availability of external accommodations in the Champaign-Urbana community influenced the choice of Peoria's athletic facility over the Assembly Hall at the Urbana campus.

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. 4 through 10 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Interim Chancellor, Chicago

(4) The president-elect has recommended the appointment of David C. Broski, currently provost and vice chancellor for academic affairs, as interim chancellor,

beginning August 1, 1995, on a twelve-month service basis at an annual salary of \$167,500, which includes an administrative stipend of \$10,000 as interim chancellor.

Dr. Broski will continue to serve as provost and vice chancellor for academic affairs and to hold the rank of professor of biomedical and health information sciences in the College of Associated Health Professions, professor of medical education in the College of Medicine at Chicago, and professor of health resources management in the School of Public Health. He succeeds James J. Stukel who will become president of the University of Illinois.

I recommend approval.

On motion of Dr. Gindorf, 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).

Chicago

PETER R. WILLIAMSON, assistant professor of medicine, on 51 percent time, and physician surgeon, on 49 percent time, College of Medicine at Chicago, beginning March 1, 1995 (NY51;NY49), at an annual salary of \$90,000.

Urbana-Champaign

BENITO JOSE MARINAS, associate professor of civil engineering, June 21-August 20, 1995 (N), \$14,667, and beginning August 21, 1995 (A), at an annual salary of \$66,000.

JOANNE B. MESSICK, assistant professor of veterinary pathobiology, on 80 percent time, and assistant professor in the Laboratories of Veterinary Diagnostic Medicine, on 20 percent time, beginning March 21, 1995 (NY80;NY20), at an annual salary of \$54,000.

LORI HUMPHREY NEWCOMB, assistant professor of English, beginning August 21, 1995 (1), at an annual salary of \$37,000.

JOSEPH P. VALENTE, assistant professor of English, beginning August 21, 1995 (3), at an annual salary of \$42,500.

Administrative Staff

CHUNG LAUNG LIU, associate vice chancellor for academic affairs, Urbana, June 21-August 20, 1995 (N), \$25,336, and continuing as professor of computer science (A), at an annual salary of \$114,110.

WENDY J. MICHALSKI, director of advancement, Office of the Associate Chancellor for Development, Chicago, beginning April 3, 1995 (NY), at an annual salary of \$62,000.

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

Sabbatical Leaves of Absence, 1995-96

(6) On motion of Dr. Gindorf, 13 sabbatical leaves of absence recommended by the chancellors at the two campuses were granted. These leaves will be included in an annual compilation of 1995-96 sabbatical leaves of absence to be made a part of the board *Proceedings*.

Administrative Leaves of Absence, 1995-96

(7) The chancellor at Urbana has recommended approval of the following three requests for administrative leaves of absence in accordance with the provisions of the University of Illinois at Urbana-Champaign *Campus Administrative Manual* and for the periods indicated.

The vice president for academic affairs has reviewed the requests and recommends approval.

I concur.

LEIGH S. ESTABROOK, dean of the Graduate School of Library and Information Science and professor since January 2, 1986, has requested leave for the period May 15 through September 14, 1995. She proposes to further the school's international presence and to research the role of new technologies in library and information science. This work is to be carried out primarily on the Urbana campus.

THOMAS A. SEALS, JR., director of the Counseling Center since August 21, 1989, has requested leave for the period of August 21 through December 20, 1995. He proposes to study counseling within a multicultural setting and the development of multicultural organizations within university settings. An additional area of focus will be the impact of health care reform and the managed care health services movement on the operation and organization of university mental health services. This work is to be carried out primarily on the Urbana campus with visits to other campuses in Arizona, New Mexico, and California.

MARY G. TAYLOR, assistant dean, School of Social Work, since April 21, 1990, has requested leave for the period May 1 through August 31, 1995. She proposes to research gatekeeping as an issue for both admission to graduate education in social work and termination from a degree program for nonacademic reasons. She will also research the impact of the American with Disabilities Act on traditional gatekeeping functions. This work is to be carried out primarily on the Urbana campus.

On motion of Dr. Gindorf, these leaves were granted as recommended.

Rename and Reorganize the College of Agriculture, Urbana

(8) The chancellor at Urbana, upon the recommendation of the Urbana-Champaign Senate and the faculty of the College of Agriculture, recommends the approval of a proposal to rename and reorganize the College of Agriculture. The changes are as follows:

The name of the college would be changed from the College of Agriculture to the College of Agricultural, Consumer and Environmental Sciences.

Faculty in the Division of Foods and Nutrition would be merged into the Department of Food Science, and the name of the department would be changed to the Department of Food Science and Human Nutrition.

Faculty in the Division of Consumer Sciences would be merged into the Department of Agricultural Economics, and the name of the department would be changed to the Department of Agricultural and Consumer Economics.

Faculty in the Office of Agricultural Communications and Education, faculty in 4-H and youth programs in the Cooperative Extension Service, and faculty in rural sociology currently in the Department of Agricultural Economics, would be merged into the Division of Human Development and Family Studies, and the name of the division would be changed to the Department of Human and Community Development.

The School of Human Resources and Family Studies, including the Divisions of Foods and Nutrition and Consumer Sciences, would be dissolved.

Faculty in the Department of Plant Pathology would be merged into the Department of Agronomy, and the name of the department would be changed to the Department of Crop Sciences.

Faculty in the Office of Agricultural Entomology, faculty in soils in the Department of Agronomy, and faculty in the Department of Forestry would be merged into the Department of Horticulture, and the name of the department would be changed to the Department of Natural Resources and Environmental Sciences.

The changes proposed are designed to reallocate efforts within the staff and budget already available. Transition teams for each of the proposed departments are evaluating curricula, courses, student numbers, space, and other departmental responsibilities in an effort to recommend changes in these areas after the departments have been restructured. No new curricula, courses, or changes in University resources are part of this proposal; such changes would be proposed by the newly restructured units. Costs associated with moving faculty and forming new units would be borne internally.

The vice president for academic affairs concurs in this recommendation. The University Senates Conference has indicated that no further senate jurisdiction is involved.

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

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

Revisions to University Policy, Family and Medical Leave

(9) Effective April 6, 1995, the University of Illinois is required to be in compliance with Final Rules and Regulations implementing the Federal Family and Medical Leave Act of 1993. The University policy was approved by the Board of Trustees in September 1993, based on the Proposed Rules.

The Family and Medical Leave Policy contains provisions that apply to individuals who have been employed by the University for at least twelve months and who have performed at least half-time service during the previous 12-month period. The Act requires that up to 12 weeks of paid and/or unpaid Family and Medical Leave shall be granted to an employee during a defined 12-month period for the birth or adoption of a child; for the care of a child, spouse, or parent who has a serious health condition; or when the employee is unable to perform the function of his or her position due to a serious health condition. During periods of Family and Medical Leave, the University is required to continue to provide health and dental insurance for the employee. Upon return from leave, employees are entitled to be restored to the same or an equivalent position with equivalent benefits, pay, and other conditions of employment.

Three revisions to the University policy are required. The first revision deletes "parent-in-law" from the definition of "parent." Although the University originally extended Family and Medical Leave to care for a parent-in-law, the final regulations

make it clear that leave to care for a parent-in-law is expressly prohibited by the Act. The second revision reflects an expanded definition of "serious health condition." The third revision reflects a modification of medical certification requirements.

The vice president for business and finance recommends these revisions be adopted by the University to insure compliance with the Final Rules and Regulations Issued for the Federal Family and Medical Leave Act of 1993.

I concur.

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

Proposed Amendment to the University of Illinois Statutes

(10) The proposed amendment to Article II, Section 3.a.2. of the University of Illinois *Statutes* clarifies the definition of the voting faculty and offers units the option of extending faculty privileges to lecturers.

The proposed amendment has been endorsed by the University Senates Conference. The vice president for academic affairs now recommends this change.

I concur.

(Additions are italicized; deletions are interlineated.)

Excerpt from University of Illinois *Statutes*, May 1994

ARTICLE II. LEGISLATIVE ORGANIZATION

Section 3. FACULTY ROLE IN GOVERNANCE

a. 2. *The bylaws of a unit may grant specified faculty privileges to selected faculty of other units. The bylaws may also grant specified faculty privileges to members of the academic staff of the unit with or of other units who are not included in subsection 1 above (i.e., neither tenured nor receiving probationary credit toward tenure), and who have the rank or title of professor, associate professor, assistant professor, or instructor, or lecturer; including clinical, research, adjunct, or visiting titles, who are not included in subsection 1 above (i.e., neither tenured nor receiving probationary credit toward tenure), and to selected faculty of other units. The bylaws may also grant specified faculty privileges to members of the academic staff of the unit or of other units who have the rank or title of professor, associate professor, assistant professor, instructor, or lecturer modified by the terms "research," "adjunct," "clinical," "visiting" and/or "emeritus" (e.g., "research professor," "adjunct assistant professor," "clinical associate professor," "visiting professor"). Only academic staff with titles listed above may be extended faculty privileges. Voting on these provisions of the bylaws is limited to those named in subsection 1 above.*

On motion of Dr. Gindorf, this amendment was approved.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 11 through 29 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Safekeeping Services, Federal Reserve Bank (FRB) of Chicago

(11) The University of Illinois maintains an account at the Federal Reserve Bank of Chicago where University bank balances that exceed the \$100,000 of FDIC insurance are collateralized in accordance with State of Illinois statutes. Use of the FRB of Chicago as a depository for this collateral provides added protection for the University's deposits in these financial institutions.

The following list of financial institutions currently collateralize University deposits at the FRB of Chicago:

The First National Bank of Chicago
The Northern Trust Company
Bank One, Peoria
Champaign National Bank
Amcore Bank, Rockford
First of America Bank

The vice president for business and finance and comptroller has recommended that the board adopt the following resolution that adds Bank One, Springfield, to this list of banks that currently collateralize University deposits at the FRB of Chicago. This resolution also contains a revised list of the titles of University personnel who are authorized to release collateral back to the pledgor. A certificate of incumbency containing the names and signatures of those individuals currently holding these titles authorized by the resolution will be signed by the secretary of the Board of Trustees. This certificate will accompany the resolution to FRB of Chicago and will be updated as necessary.

I concur.

Resolution

Resolved, that Bank One, Springfield, utilize the services of Federal Reserve Bank of Chicago for the custody of securities pledged to the Board of Trustees of the University of Illinois or to any of its agencies or departments, upon terms and conditions prescribed by the Federal Reserve Bank of Chicago.

Resolved, that such securities deposited for custody with Federal Reserve Bank of Chicago may be released from custody to Bank One, Springfield, upon the signature of any one of the following: Associate Vice President for Business and Finance; Director of Cash Management and Investments; Assistant Director, Cash Management and Investments.

Resolved, that the Secretary of the Board of Trustees of the University of Illinois forward a certified copy of this resolution to Federal Reserve Bank of Chicago together with a certificate attesting to the names and signatures of the present incumbents of the offices described above; and that the Secretary of the Board of Trustees of the University of Illinois further certify to the bank from time to time the signatures of any successors in office of any of the present incumbents.

Resolved, that Federal Reserve Bank of Chicago shall be fully discharged from all liabilities or responsibility for any action carried out in accordance with this resolution until it receives express written notice to the contrary in the form of a certified copy of a subsequently enacted resolution.

Resolved, that this resolution shall supersede and cancel all previous resolutions relating to the custody of securities at Federal Reserve Bank of Chicago.

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.)

**Contract for the Purchase of
Patient Care and Pharmacy Information Systems,
UIC Medical Center, Chicago**

(12) The chancellor at Chicago recommends approval of a contract with the Cerner Corporation of Kansas City, Missouri, to provide a Patient Care Information System and a Pharmacy Information System for use at the University of Illinois at Chicago Medical Center (UICMC). This contract provides computer software, hardware, and professional services. The software includes Cerner's Patient Care and Pharmacy Information Systems and sub-licensed software from Cerner Corporation for the Oracle database run-time software, Digital Equipment Corporation operating system and communication software, Microsoft microcomputer operating system software, and Walker, Richer & Quinn communications software. The hardware includes Digital Equipment Corporation data center equipment, IBM microcomputer and communications equipment, and Hewlett Packard, Inc., laser printers. Professional services include product installation, support, and project management services.

The Patient Care System will provide outpatient care information and will replace the existing Technicon TDS-4000 inpatient information system. The Technicon system which was purchased in 1978 and installed over a six-year period, is now obsolete. The system will provide a fully automated approach to ordering, resulting, charting, and documenting patient care. The system will be interfaced with selected departmental systems including the laboratory, radiology, outpatient pharmacy, and financial systems.

The Pharmacy Information System will provide pharmacy information and will allow direct physician orders, a pharmacist review and communication to the hospital's robotics dispensing system, automated compounding of IV fluids, on-line drug interaction testing, decision support for monitoring pharmacy orders in relation to laboratory results, and management report functions to determine hospital-wide drug usage, drug cost analysis and savings, and information pertinent to drug utilization and drug compliance issues.

This Patient Care System and Pharmacy Information System were selected by teams of UICMC personnel who determined UICMC's information needs and then examined numerous vendor alternatives through written documents, structured vendor demonstrations, and visits to customer sites of the finalist vendors. The UICMC Executive Management Systems Steering Committee, which includes members from Hospital Management, the College of Medicine, and Central Administration, made the final determination of the selected vendor. This selection activity occurred over a three-year period and the process was supported in part by the consulting firm of Zinn Enterprises, Ltd.

Implementation of the Patient Care System will begin in July 1995, and will require an extensive effort which is planned to span a four-year period. This implementation is subdivided into two major stages. Stage I will be for the outpatient services and will take approximately two years. Stage II will concentrate on inpatient services and will require the following two years. The Pharmacy Information System implementation will begin in May 1995, and will span a period of eight months. A detailed master work plan has been developed, mutually agreed upon, and incorporated into the contract to insure optimum utilization of Cerner and UICMC resources during the implementation process. Payments to Cerner throughout the contract are contingent based upon meeting the schedule, system response time, and other criteria as outlined in the master work plan.

The cost of this contract is \$12,123,790 for the period from May 12, 1995, through June 30, 2000. Table I details the component costs of the contract and Table II provides the payment schedule. (A copy of the tables is filed with the secretary for record.) In addition, the contract includes a contingency of \$3.0 million to be expended if necessary to meet the hardware performance requirements of the Patient Care System as a result of future software development by Cerner and in

accordance with the needs of UICMC. Costs incurred under this contingency are to be shared equally by UICMC and Cerner. Therefore, in total, the cost of this contract to UICMC is not to exceed \$13,623,790. Funds are available in the Hospital Income Fund.

The vice president for business and finance and university counsel have reviewed the contract and concur.

I recommend approval.

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.)

Agreement with the City of Chicago for the UIC Medical Center at O'Hare, Chicago

(13) The chancellor at Chicago recommends approval of an agreement with the City of Chicago, Department of Aviation, to provide medical services at O'Hare International Airport. The UIC Medical Center was selected through a bidding process to negotiate an agreement for these services. The services to be provided include emergent/urgent, follow-up, and primary care for employees at the airport and the traveling public. The agreement is for a five-year period beginning May 12, 1995, through June 30, 2000.

Costs associated with the operations are primarily personnel. The Department of Aviation will provide facilities in Terminal 2 (between the two largest carriers, United and American). In lieu of rent, the agreement requires a royalty payment to the Department of Aviation in the amount of 50 percent of the revenue excess. An initial subsidy of \$700,000 will be required from Operations Improvement Funds in the hospital in the first three years. It is projected that this subsidy will be fully recovered by the end of the fifth year of the agreement.

The contract was presented to the Chicago City Council on April 13 and has been sent to the Aviation Committee for review. The Aviation Committee will consider the contract on May 11 and 12 and it is expected that the Committee will forward the contract to the full City Council for approval later this month. Board of Trustees' approval is requested contingent upon City Council approval of the contract without modification.

The vice president for business and finance concurs.

I recommend approval.

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.)

Affiliation Agreement with University of Chicago, Department of Psychiatry, Chicago

(14) The chancellor at Chicago recommends an affiliation agreement with the University of Chicago Pritzker School of Medicine (U of C) pursuant to the intergovernmental agreement between the Board of Trustees and the Illinois Department of Mental Health and Developmental Disabilities (IDMHDD). The five-

year agreement is effective July 1, 1994. As part of the effort of developing the intergovernmental agreement, the UIC Department of Psychiatry consolidated the research and education programs previously administered by the IDMHDD at the 1601 W. Taylor facility. As a result, U of C will now coordinate its participation in those programs through the UIC Department of Psychiatry.

Funding for the activities of U of C were included in the appropriation transfer from IDMHDD to the University. For Fiscal Year 1995, payments are not to exceed \$591,566 for the services of U of C program staff. The term of the agreement is for five years, however, services and appropriate payment will be renegotiated in the future as programs develop.

The vice president for academic affairs concurs.

I recommend approval.

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 Amendment for Professional Staffing Services, UIC Medical Center, Chicago

(15) The chancellor at Chicago recommends approval of an amendment to increase the MTS Health Care Services, Inc. (MTS), Naperville, Fiscal Year 1995 contract from \$49,000 to \$62,500. MTS provides temporary ASCP registered medical technical staffing for the Section of Cardiology. The increase is due to unforeseen staff vacancies.

Funds are available in the Hospital Income Fund.

The vice president for business and finance concurs.

I recommend approval.

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 Renewal for Biofeedback Treatment, UIC Medical Center, Chicago

(16) The chancellor at Chicago recommends renewal of a contract with Neurophysiological Learning, Inc. (NLI), Milwaukee, to provide biofeedback treatment in managing patients suffering from bladder and bowel incontinence. This program, in effect since 1990, provides physicians with a nonsurgical treatment option for their incontinent patients and serves existing UIC Medical Center patients, as well as attracting new patients.

NLI has been a pioneer in developing this technology and is one of only a few companies nationwide providing such services. Through the contract, NLI provides qualified therapists and equipment to administer treatment to patients diagnosed with incontinence. Treatment is administered in the clinic for neuromuscular reeducation. The Medical Center will market this service to adults who are utilizing state-of-the-art biofeedback techniques.

The renewal is for July 1, 1995, through June 30, 1996. The chancellor further recommends delegation of authority to the comptroller for renewal for an additional

year. Payments to NLI are estimated at \$200,000 per year. Funds are available in the Hospital Income Fund.

The vice president for business and finance recommends approval.

I concur.

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.)

**Revision to the Authorization of Payment for the
Residence Program in Emergency Medicine,
College of Medicine, Chicago**

(17) The chancellor at Chicago recommends that payments of up to \$547,615 be provided to Mercy Hospital and Medical Center, Chicago, to cover administrative expenses and salary payments for residents participating in the College of Medicine's Residency Program in Emergency Medicine during Fiscal Year 1995. The Residency Program in Emergency Medicine is conducted under an agreement approved by the Board of Trustees in January 1989 and is coordinated through Mercy Hospital and Medical Center. Under the terms of this agreement, residents working in the program serve at various area hospitals, including the UIC Medical Center, under the supervision of faculty from the College of Medicine. Payments to Mercy Hospital and Medical Center are to cover costs only while the residents are at the UICMC.

Earlier authorization provided payments of \$476,921. This increase of \$70,694 is needed to cover additional program costs of resident salaries and benefits, research, and a new toxicology fellowship. The increase was necessary to remain competitive with other area emergency medicine residency programs. Funds are available in the Hospital Income Fund.

The vice president for business and finance concurs.

I recommend approval.

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 Extension for Managed Care Administrative Services,
Vice Chancellor for Health Services, Chicago**

(18) The chancellor at Chicago recommends a contract extension with Highland Managed Care Resources, Lombard, for administrative services for the period of May 1, 1995, through October 31, 1995, with authorization delegated to the comptroller to extend the contract for three additional six-month periods.

Under the contract, Highland will continue to maintain patient enrollment information, verify eligibility for services, and respond to inquiries related to primary care patients of the UIC Physicians Group. In addition, Highland will be responsible for managing and processing claims related to these patients. They will provide regular physician practice pattern, referral, and utilization reports needed to monitor the cost effectiveness of HMO contracts. Highland will also provide reports to allow for appropriate distribution of revenue from HMO contracts.

Payments under this contract extension will be \$2.70 per member per month for those HMO patients who have selected the UIC Physician Group as their primary care physician. It is estimated that in the first six months of the extension, payments will not exceed \$140,000. Revenue from managed care contracts are deposited into and funds are available in the Chicago Medical Service Plan.

The vice president for business and finance concurs.

I recommend approval.

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 Masonry Repairs at the Richard J. Daley Library, Chicago

(19) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$637,700 to Mark I Waterproofing & Restoration Company, Dolton, the lowest responsible bidder, on its base bid plus Alternates 1, 2, 3, and 4 for the masonry repairs at the Richard J. Daley Library, Chicago campus.

The project consists of waterproofing foundation walls, replacement of concrete decks including expansion joints and waterproofing of concrete slabs, repair of exposed concrete delamination and spalling on exterior facade, repair of transverse cracking on upper surface of spandrel beams, and replacement of deteriorated precast balcony railings.

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

Funds are available from the Institutional Funds Operating Budget of the Chicago Physical Plant.

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 III, Chicago

(20) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$1,025,000 to M. G. Electric Services Co., Arlington Heights, for Phase III (Sports Lighting) for the South Campus Site Improvements project at the Chicago campus. The award is to the lowest responsible bidder on the basis of its base bid (\$1,320,000) plus acceptance of a deductive alternate (\$295,000).

Funds are available from campus auxiliary funds with the possibility of reimbursement from a subsequent revenue bond sale.

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 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.)

**Delegation of Authority to Award Contracts for
Parking Structure Repairs,
Krannert Center for the Performing Arts, Urbana**

(21) The parking structure at the Krannert Center for the Performing Arts 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. A recent study by the project consultant, 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 is essential that contracts for construction be awarded prior to the June 8, 1995, meeting of the Board of Trustees. Bids are to be received at the end of May 1995.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the comptroller be delegated the authority to award contracts to the lowest responsible bidder for each division provided the total of the bids received does not exceed \$5,611,000.

A report of the bids received will be presented to the board at a subsequent meeting.

Funds are available from the Auxiliary Facilities System Repair and Replacement Fund with the possibility of reimbursement from a subsequent revenue bond sale.

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 Remodeling East Wing,
Computing Applications Building, Urbana**

(22) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of a contract for \$258,750 to Barber & DeAtley, Inc., Urbana, for remodeling the east wing of the Computing Applications Building at the Urbana campus. The award is to the lowest responsible bidder on the basis of its base bid.

The \$342,078 project would provide eight new offices for the National Center for Supercomputing Applications, a vending lounge area, a janitorial room, and enclosure of existing mechanical spaces. Also included are new ceilings, lighting, air conditioning, and ventilation.

Funds are available from the Institutional Funds and Restricted Funds Operating budgets of the Graduate College at Urbana.

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.)

**Delegation of Authority to Award Contracts for
Bielfeldt Athletic Administration Building, Urbana
(and Report of Rejection of Bids)**

(23) The \$6.75 million Bielfeldt Athletic Administration Building is a 37,250 gsf administration building which will house the administrative offices and offices for the majority of men's and women's athletic programs, as well as a Hall of Fame. Bids for the general work were received on March 31, 1995, but exceeded the budget. It was recommended that the general division of work be repackaged and rebid. 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 repackage and rebid the general division of work for the project; and bids are to be received May 11, 1995.

In order for the project to be completed on schedule (January 1996), it is essential that contracts for construction be awarded prior to the June 8, 1995, 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 delegated the authority to award contracts to the lowest responsible bidders for the new bid items within the general division of work provided the total of the bids received does not exceed \$1,067,000.

A report of the bids received will be presented to the board at a subsequent meeting.

Private gift funds for this work are available with the possibility of reimbursement from a subsequent revenue bond sale for the 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.)

**Supplemental Funding,
Molecular Biology Research Facility, Chicago
(Contract With Capital Development Board)**

(24) The \$48 million Molecular Biology Research Facility was designed as a four-story building that would house 106 research laboratories and their support facilities. Bids for the project were received by the Capital Development Board in June 1993. Additional funds in the amount of \$3,950,000 were required in order to complete the full shell of the building and to fit out the minimally-required 90 laboratories. On July 9, 1993, the Board of Trustees authorized a contract between the University and the Capital Development Board to complete the work needed for the facility at the additional cost of \$3,950,000. On April 13, 1995, the Board authorized a contract between the University and the Capital Development Board to develop 6,400 square feet of unfinished (shell) space on the fourth floor level of the building to provide

eight new laboratory areas with adjacent support spaces at an additional cost of \$1,700,000.

Recently, the campus requested that additional funds be used to develop unfinished space for an auditorium/lecture hall (as originally programmed) in the building. To complete the interior construction of the 180-seat auditorium/lecture hall will cost \$500,000.

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 work described above at an additional cost of \$500,000.

University funds are available from the Institutional Funds budget of the Chicago campus.

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 for Fourth Floor Remodeling, Newmark Civil Engineering Laboratory, Urbana

(25) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Ralph Hahn and Associates, Springfield, for the professional architectural and engineering services required for the fourth floor remodeling of the Newmark Civil Engineering Laboratory at the Urbana campus.

The firm's fee for the professional services required through the construction phase, including on-site observation and reimbursable expenses, will be \$219,200.

The \$2,030,000 project will reconfigure approximately 15,400 square feet of laboratories and ancillary space on the fourth floor for Environmental Engineering. The proposed remodeling will include new partitions, flooring, laboratory casework, fume hoods, laboratory services, mechanical systems, lighting, and electrical upgrades.

Funds are available from a National Science Foundation grant, private gift funds, and the Institutional Funds Operating Budget of the College of Engineering.

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.)

Lease of Space, College of Medicine, Rockford

(26) The chancellor at Chicago recommends that the comptroller be authorized to execute a lease with SwedishAmerican Realty Corporation for leased space located in the SwedishAmerican Professional Building (1221 East State Street) in Rockford. The lease is for the initial term of December 1, 1995, to November 30, 1998, and includes two one-year renewal terms.

Medical offices totaling 22,850 rentable square feet will be provided for Medical Service Plan physicians under the proposed lease. The leased space will house medical operations of the family practice ambulatory care program of the University's College of Medicine at Rockford.

SwedishAmerican would abate all rental charges for the first 3 years of the lease. During the initial term, the University will be responsible for annual operating and utility expenses estimated at \$25,135 (\$1.10 per square foot per year). Operating and utility expenses will be determined annually on the basis of actual costs. The landlord has agreed to \$1.30 per square foot cap on this expense for year 1 and \$2.00 per square foot cap for years 2-5. In lease years 4 and 5, the annual rental payments will be \$139,385 (\$6.10 per square foot); this sum will include \$1.10 per square foot for operating and utility costs.

The landlord will remodel, at landlord's expense, the lower level and first, second, and a portion of the third floors to the specifications of the tenant.

Funds are available in the restricted funds operating budget of the College of Medicine for Fiscal Year 1996. Funds for FY 1997 and each annual renewal period will be included in the College of Medicine's operating budget. The annual renewals are subject to the availability of funds.

The vice president for business and finance recommends approval.

I concur.

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.)

Purchases

(27) 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 \$6,242,033.

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.)

Authorization for Settlement

(28) The university counsel recommends that the board approve settlement of the University's potential liability at the Maxey Flats Low-Level Radioactive Waste Disposal Site ("Site") in the amount of \$105,809.10. The United States Environmental Protection Agency is alleging that the University is one of many parties who disposed

of low-level radioactive waste at the site between 1963 and 1977. Slightly more than .06 percent of the waste at the site has been attributed to the University. The University's total settlement costs are based upon a percentage of past remedial costs plus a percentage of estimated future remedial costs multiplied by a premium of 2.5. (Past remedial costs total \$14.8 million while estimated future remedial costs total \$62.7 million.)

The vice president for business and finance concurs.

I recommend approval.

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.)

Authorization for Settlement

(29) The university counsel recommends that the board approve settlement of *Stepney v. Wilcoxson, et al.* in the amount of \$325,000. The plaintiff alleges that our defendants negligently and carelessly failed to recognize and remove a mucus plug from plaintiff's decedent's endotracheal tube and that as a result, the plaintiff's decedent suffered hypoxic encephalopathy, had severe neurologic impairment, and eventually died as a result of the anoxic brain damage.

The vice president for business and finance concurs.

I recommend approval.

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.)

Disclosure of Executive Session Actions Under Open Meetings Act

(30) 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.

A biennial volume of board proceedings has been published since the previous report, in effect releasing the minutes of executive sessions through June 1994. Attached are copies of the executive sessions of July and September 1994. (Copies of the 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 all executive session items from July and September 1994 be made available to the public at this time.

I concur.

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

Report of Finance and Audit Committee on Treasurer's Bond

(31) The Finance and Audit Committee reports that the University has obtained a Treasurer's Bond in the amount of \$500,000 with the Lumbermens Mutual Casualty Company as surety and Lester H. McKeever, Jr., as principal.

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

This report was received and confirmed.

**Lease of Space for FAA Tower Operations at the
University of Illinois-Willard Airport on a Temporary Basis
(Report of Actions)**

(32) The Federal Aviation Administration (FAA) requested that the University provide space temporarily in the Institute of Aviation's Administration Building and on the airfield ramp directly outside the Administration Building. The FAA needs to temporarily house their operational facilities in another location while their control tower undergoes renovation to meet OSHA National Fire Protection Standards. For use during this renovation process, the FAA needs to build a temporary tower on the ramp area. In accord with the board's "authorization to execute contracts, Willard Airport, Urbana"; approved by the board, January 16, 1992, the comptroller authorized this lease. It began April 13, 1995, and is to be in effect for a period of three months. Renovation of the tower, construction of a temporary tower, and moving costs will be covered by FAA funds. The FAA has agreed to pay the fair market rate for these areas based upon their current tower lease and other Institute of Aviation ramp leases. The rental charge is \$1,436 per month for three months based upon lease of 2,025 square feet of operations space and 400 square feet of ramp space.

No University funds were required.

This report was received and confirmed.

**Comptroller's Financial Report
Quarter Ended March 31, 1995**

(33) The comptroller presented his quarterly report as of March 31, 1995. A copy has been filed with the secretary of the board.

This report was received for record.

**REPORT OF THE SECRETARY:
SELECTION OF STUDENT NONVOTING MEMBERS OF THE
UNIVERSITY OF ILLINOIS BOARD OF TRUSTEES, 1995-96*****Chicago Campus***

The election was held on April 4 and 5, 1995, and Roy Mathew, a graduate student in the Public Policy Analysis Program, was elected.

The total number of votes cast was 1,076. The tally for each of the candidates was:

Roy Mathew	469
Cid Williams	417
Frankie Medina	190

Mr. Mathew, who lives in Chicago Heights, is a Ph.D. candidate concentrating in urban planning and policy. He obtained his bachelor's degree in economics from UIC in 1988 and his master's degree in urban planning and policy from UIC in 1993. Roy formerly served as an administrative staff member in the Office of the Dean of Student Affairs, with primary responsibilities for managing.

Urbana-Champaign Campus

The election was held on February 28 and March 1, 1995, with Chapin Rose, a junior in the College of Liberal Arts and Sciences, receiving the largest vote tally of the four candidates.

The total number of votes cast was 3,772. The tally for each of the candidates was:

Chapin Rose	1,967
Eric Stevenson	1,366
Eric Chamberlain	160
Joel Brown	99

Mr. Rose, whose home is in Charleston, is preparing for a career in the legal profession. He has been active with the Student Government Association. He is a member of the Phi Delta Theta social fraternity and the Illini Emergency Medical Service. This is his second term as student trustee.

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 CHAIR OF THE BOARD

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

There being no further business, the board adjourned.

MICHELE M. THOMPSON
Secretary

THOMAS R. LAMONT
Chair