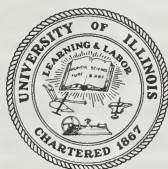


MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

November 8-9, 1995



The November meeting of the Board of Trustees of the University of Illinois was held in the Public Affairs Center, Springfield campus, Springfield, Illinois, on Wednesday and Thursday, November 8-9, 1995, beginning at 1:25 p.m. on Wednesday.

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: Mrs. Judith Ann Calder, Mr. William D. Engelbrecht, Mrs. Susan L. Gravenhorst, Mr. Thomas R. Lamont, Ms. Ada N. Lopez,¹ Mrs. Martha R. O'Malley, Ms. Judith R. Reese. The following members of the board were absent: Dr. Gloria Jackson Bacon, Governor Jim Edgar, Dr. Jeffrey Gindorf. The following nonvoting student trustees were present: Mr. Neil J. Malone, Springfield campus; Mr. Roy Mathew, Chicago campus. Mr. Chapin Rose, nonvoting student trustee, Urbana-Champaign campus, was absent.

Also present were President James J. Stukel; Dr. Sylvia Manning, vice president for academic affairs; Dr. Michael Aiken, chancellor, University of Illinois at Urbana-Champaign; Dr. David C. Broski, interim chancellor, University of Illinois at Chicago; Dr. Naomi B. Lynn, chan-

¹ Ms. Lopez joined the meeting at 3 p.m.

cellor, University of Illinois at Springfield; 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, university director of public affairs; Mr. Kirk Hard, associate president for governmental relations; Ms. Susan J. Sindelar, special assistant to the president; and Mr. R. C. Wicklund, associate secretary emeritus.

EXECUTIVE SESSION¹

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew; no, none; absent, Mr. Rose.)

Report on Search for Chancellor, Chicago

Professor John Solaro, chair of the search committee for a chancellor, Chicago campus, reported on activities of the committee to date. He indicated that most of the committee's work thus far had been committed to drawing up the description for the position and identification of potential candidates. He noted that applications and nominations were being received from all over the country. He told the trustees that the committee was also working on a brochure to describe the Chicago campus for use in soliciting nominations from various individuals and groups and for use in describing the campus to nominees and applicants.

Dr. Solaro mentioned that there is a considerable amount of competition for prospects for this position, as there are several other major searches underway in the country. He concluded by saying that he was

¹ Prior to the Executive Session, the Committee on Buildings and Grounds met to receive a final design presentation for the Police/Transportation facility, Chicago, and to receive recommendations for selection of architect/engineer for three remodeling and repair projects and a recommendation for a construction manager for repair work to be performed at the Chicago campus.

Also, the Committee on Finance and Audit met. Presentations made to this committee included a review of the highlights of the Fiscal Year 1995 financial report for the University, recommendations for revisions to the University's investment policies and guidelines, recommendations for a fixed-income manager for the funds withdrawn from the Common Fund in summer 1995, and a new contract for lockbox processing for accounts receivable at Chicago and Urbana. In addition, the September 30, 1995, Investment Performance Report was discussed.

Materials related to these two committees are on file with the secretary.

hoping that both the advertisement in *The Chronicle of Higher Education* and the efforts of the search firm would produce a good pool for the committee's consideration.

Report from Chancellor, Urbana

Chancellor Aiken reported that the search for a dean of the College of Fine and Applied Arts has not produced a clear choice of candidates and that he and Provost Faulkner would be reviewing the possibility of separating the college into two units since these are two discernable groups of faculty, determined by disciplines.

Next, Dr. Aiken spoke to the board of two tragedies; one involving a student at Urbana, and the other involving an academic professional staff member at that campus. The staff member, a woman, was assaulted and murdered on campus and the student, a male, was killed by a train in Champaign. He was standing on the tracks and the train collided with him. The chancellor told the trustees that investigations of both incidents were proceeding and that he would communicate with them as soon as anything conclusive was known.

Dr. Aiken also addressed safety measures that the campus was taking in the wake of the murder of the staff member. These include a safety education program, increased bus transportation at night, and more security measures, such as increased lighting, and more police officers on duty at night.

Report on Labor Negotiations

Vice President Bazzani announced that contracts had been signed between the University and the Service Employees International Union at Chicago and at Urbana; with the University Professionals of Illinois, representing the clerical employees at the Springfield; and with the Illinois Nurses Association in Chicago. He noted that the negotiations with the AFSCME group in Urbana were still in process.

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.

Attached are copies of the executive sessions of October 1994 through February 1995. They are all recommended for release to the public. (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 October 1994 through February 1995 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.

Report from University Counsel

Mr. Higgins presented the following item:

Authorization for Settlement

(2) The university counsel recommends that the board approve settlement of a claim against the University of Illinois in the amount of \$250,000. This claim resulted from the administration of the wrong drug in an amount three times the normal dose to Pablo Palma, Jr., a five-month-old child, who was admitted to the University of Illinois Hospital for out-patient chemotherapy.

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.

Mr. Higgins then reviewed other cases of pending litigation or settlement. One involved a child who sustained an injury resulting from the amniocentesis procedure; another involved a student at Urbana who had a concussion and died after a spinal tap was performed.

Next, Mr. Higgins reviewed the developments in the Tully case, a taxpayer suit against the board and the governor charging that the change to an appointed board that foreshortens the terms of the current elected members is unconstitutional. He said that he expected to know in the next 10 days whether the Illinois Supreme Court would agree to an expedited hearing of this case. He indicated that he would not expect a decision until early spring 1996.

The board members discussed this case, including an affidavit filed by Mr. Lamont as an individual, asking the Supreme Court for an expedited hearing of the case. Mrs. Calder questioned some of the assertions contained in this document, particularly those that dealt with some potential difficulty in selling bonds if the status of the board was uncertain. She asked if it was wise to proceed with the anticipated sale of bonds in early 1996 if this was true. Dr. Bazzani responded to this saying that it was probably prudent to proceed with the bond sale as planned as the interest rate might be higher later. Ms. Reese asked about the role of the University's outside counsel in this case and expectations for his work.

Ms. Reese and Mrs. Calder asked for more information about attorneys for both plaintiffs and defendants in cases in the future. President Stukel commented that this goes to the matter of the administration's responsibility. He noted that the employment of outside counsel was an administrative task, similar to the delegation to the administration to handle investments for the University.

Next, Mrs. Calder asked Mr. Higgins about a case concerning the Chicago campus involving a union representing police officers that resulted in an unfair labor practice charge. Mr. Higgins explained the events in this case, concluding that the eventual decision was to uphold the University's position.

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session adjourned at 2:50 p.m. for a tour of the Springfield campus.

BOARD MEETING RECESSED

At this time, the board recessed to reconvene at 10:30 a.m. on Thursday, November 9, 1995.

BOARD MEETING, THURSDAY, NOVEMBER 9, 1995

When the board reconvened at 10:30 a.m.,¹ the members of the board, and the officers of the University as recorded at the beginning of these minutes were present. Also present were Dr. Gloria Jackson Bacon, Dr. Jeffrey Gindorf, and Mr. Chapin Rose.

MINUTES APPROVED

The secretary presented for approval the press proofs of the minutes of the Board of Trustees meetings of March 9, 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 Stukel recognized and introduced observers from the campus senates and from the University Senates Conference.²

The president then thanked Trustee and Mrs. Lamont for their hospitality in giving a reception for the board at their home the evening before. He also thanked Chancellor Lynn for the graciousness she and her staff have shown the board and others attending the board meeting.

Next, Dr. Stukel reported to the board on his visits to communities around the State. The most recent visit he told the board was to the Quad Cities area. He thanked Ms. Reese for accompanying him on that visit. He noted that this included talks with high school editors, members of the editorial board of *The Dispatch*, and meetings with Cooperative

¹ Prior to this, the Committee on the University Hospital and Clinics met. There were status reports on the process for seeking a Certificate of Need for the Ambulatory Care Facility, Chicago; the Mile Square Health Center; the Quality Improvement Program in the Hospital; and the 1996 Performance Report for the Hospital and Clinics. Also, there was considerable discussion of the establishment of a new clinic in Rockford, after which the board members agreed by consensus to place this item on the regular agenda for a vote later in the meeting.

² University Senates Conference and Springfield Senate: Luther Skelton, professor, Department of Environmental Studies; Chicago Senate: Ann C. Weller, deputy librarian of the health sciences and associate professor, University Library; Urbana-Champaign Senate Council: Kenneth E. Andersen, professor emeritus of speech communication.

Extension staff and clients. He said that the visit concluded with a reception for over 200 area alumni. Ms. Reese added that this was a very successful visit.

The president then presented to the board an update on the work of the management teams within the University. He noted that the Business and Finance Management Team had started a project to improve the procurement procedures at the University. He asked Dr. Bazzani to comment on this. Dr. Bazzani indicated that this was a major undertaking and one that would include all sectors of the University.

President Stukel told the board that he had good news to report. The first item was a news report on the NBC network announcing that Professor Howard Goldberg of the Chicago campus was the Carnegie Commission Professor of the Year. The president congratulated Professor Goldberg and the Chicago campus and asked Dr. David C. Broski, interim chancellor, to comment on this honor. Dr. Broski commended Professor Goldberg and said that the ceremony in Washington, D.C. was a very important honor for the campus and Professor Goldberg.

The president then reported to the trustees that the Chicago campus had received a major grant to work with non-college bound students, especially those with disabilities. He also told the board that the Springfield campus, together with the journal, *Illinois Issues*, had received a grant from the Joyce Foundation to study campaign finance. This project is to be chaired by Senator Paul Simon and former Governor William Stratton.

OLD BUSINESS

Mrs. Gravenhorst reported on the meeting of the Illinois Board of Higher Education (IBHE) held earlier in the week. She announced that this was the last meeting for some of the board members, as hereafter, there will be just one representative of public higher education institutions and one only from the community colleges. She told the board that student fees were a major issue for discussion at that meeting. She noted that the IBHE had decided to appoint a taskforce to study the issue of student fees and that David J. Downey, member of the IBHE and former trustee of the University of Illinois, was asked to chair the taskforce.

Next, she told the board that the IBHE had approved a request from the University of Illinois to renovate several facilities at the Urbana campus. In conclusion, she noted that the IBHE had released data that indicated that enrollments in private universities and colleges in Illinois increased slightly this year and that enrollment in public universities and colleges in Illinois decreased slightly.

After this report, Ms. Reese reported on the annual meeting of the University of Illinois Foundation. She indicated that \$509 million had been collected thus far for the capital campaign. She explained that, annually, the amount collected for the campaign was beginning to level

off. It has been growing for each of the previous years since the campaign had begun.

NEW BUSINESS

There was no business reported under this aegis.

OPEN DISCUSSION OF AGENDA ITEMS

Mr. Rose commented on agenda item no. 5, which recommended tuition rates for Fiscal Year 1997. He said that he wished that there was more information on factors related to tuition increases such as trends in students' and their parents' disposable incomes. He opined that comparisons with other institutions' tuition rates were not sufficient for him. He indicated that he would prefer knowing that more faculty were to be hired with new revenues from tuition or classes would be made smaller.

Mr. Mathew also stated that the needs of students should be addressed along with tuition increases and that this year he thought that this explanation was provided. He thanked Dr. David C. Broski, interim chancellor at Chicago, for making this clear to students.

Mr. Malone stated that he thought students wanted the elements of quality at the University explained and this had not occurred to his satisfaction. Thus, he planned to vote "no" on agenda item nos. 5 and 8.

Mr. Rose then explained that he would vote "aye" for agenda item nos. 5 and 7 because he was convinced that these items were carefully thought out and defensible. On agenda item no. 8 he said he would vote "no" because he thought the Residence Hall Association did not have enough time for consultation on the recommended increases in costs for housing for Fiscal Year 1996.

Mr. Mathew said he would vote to improve the quality of student life at UIC, therefore, he would support agenda items 5, 7, and 8. These dealt with tuition increases, student fees, and housing fees, respectively.

Mr. Engelbrecht, speaking to agenda item no. 16, "Award of Contract for Audit Services for Telecommunications, Chicago," asked why this was needed and why present staff members were not doing this. Dr. Broski responded that this was a good business practice and asked Dr. Victor Zafra, vice chancellor for administration and human resources at Chicago, to respond. Mr. Zafra explained that this was a one-time matter and that once it was done the first time, it would be incorporated into the regular duties of extant staff.

Dr. Gindorf asked that there be a separate roll call vote for agenda item no. 22, "Authorization to Purchase Medical Office Building, College of Medicine at Rockford."

Mrs. Calder introduced the topic of appointment of vice-chairs for the Board of Trustees' standing committees. Chair Lamont indicated

that he would discuss this with President Stukel and involve others. Ms. Reese specified that she wanted the board chair and other members of the board to have a voice in these appointments if it is decided a good idea to proceed with this matter.

REGULAR AGENDA

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 3 through 12 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Honorary Degrees, 1996, Urbana

(4) On the advice of the senate at the Urbana-Champaign campus, the chancellor has recommended that honorary degrees be conferred on the following persons at the Commencement Exercises on May 12, 1996:

JEANNE HURLEY SIMON, advocate for our nation's libraries — the honorary degree of Doctor of Humane Letters.

SYBIL COLLINS MOBLEY, educator, business woman, and community leader — the honorary degree of Doctor of Science.

BRUNO NETTL, distinguished ethnomusicologist — the honorary degree of Doctor of Humane Letters.

MARGARET ELEANOR HILLIS, pioneer of American choral music — the honorary degree of Doctor of Music.

The vice president for academic affairs concurs in the recommendation.
I recommend approval.

On motion of Mrs. Gravenhorst, these degrees were authorized as recommended.

Appointments to the Faculty

(4) 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

- SANKARSHAN ACHARYA, associate professor of finance, beginning August 21, 1995 (A), at an annual salary of \$95,000.
- KHEIR M. AL-KODMANY, assistant professor, School of Urban Planning and Policy, beginning August 21, 1995 (I), at an annual salary of \$37,000.
- RASHID ANSARI, associate professor of electrical engineering and computer science, for three years beginning August 21, 1995 (Q), at an annual salary of \$72,000.
- DAVID W. BEER, assistant professor of occupational therapy, beginning August 21, 1995 (I), at an annual salary of \$44,829.
- JOAN M. FITZGERALD, assistant professor, School of Urban Planning and Policy, beginning September 1, 1995 (4), at an annual salary of \$41,500.
- RONALD HOFFMAN, professor of medicine, on 25 percent time, Heidrick Professor of Medicine, on 6 percent time, and physician surgeon in medicine, on 69 percent time, College of Medicine at Chicago, beginning September 1, 1995 (AY25;AY6;NY69), at an annual salary of \$240,000.
- MARTA J. HUSZAR, assistant professor, School of Art and Design, beginning August 21, 1995 (I), at an annual salary of \$37,000.
- VERONICA NICHOLS LEWIS, assistant professor, School of Biomedical and Health Information Sciences, on 85 percent time, beginning September 1, 1995 (1Y), at an annual salary of \$42,420.
- KERRY JAMES MARSHALL, associate professor, School of Art and Design, for three years beginning August 21, 1995 (Q), at an annual salary of \$40,000.
- MONICA L. MILES, assistant professor of psychiatry, on 61 percent time, and physician surgeon, on 39 percent time, College of Medicine at Chicago, beginning August 15, 1995 (1Y61;NY39), at an annual salary of \$98,000.
- ROBIN L. MILLER, assistant professor of psychology, beginning August 21, 1995 (N), at an annual salary of \$43,000.
- MARYROSE TARR MURPHY, assistant professor, School of Biomedical and Health Information Sciences, on 90 percent time, beginning September 1, 1995 (1Y), at an annual salary of \$44,676.
- ADAM NEGRUSZ, assistant professor of pharmaceuticals and pharmacodynamics, beginning October 1, 1995 (N), at an annual salary of \$50,000.
- OLUCHUKWU OLU OGUIBE, assistant professor of art history, beginning September 15, 1995 (I), at an annual salary of \$36,500.
- STELLAN OHLSSON, associate professor of psychology, beginning January 6, 1996 (A), at an annual salary of \$64,000.
- KAREN R. PATENA, instructor, School of Biomedical and Health Information Sciences, beginning September 1, 1995 (1Y), at an annual salary of \$48,061.
- JOAN A. RADTKE, instructor, School of Biomedical and Health Information Sciences, on 80 percent time, beginning September 1, 1995 (1Y), at an annual salary of \$39,198.
- MARIA LUISA SANTOS-MUNNE, assistant professor, School of Architecture, beginning August 21, 1995 (I), at an annual salary of \$32,000.
- JUDITH SARA SCHERMOND, instructor, School of Biomedical and Health Information Sciences, beginning September 1, 1995 (1Y), at an annual salary of \$33,835.
- CAROL J. SIMON, associate professor, School of Public Health, on 25 percent time, and associate professor, Institute of Government and Public Affairs, University Administration, on 75 percent time, for three years beginning August 21, 1995 (Q25;Q75), at an annual salary of \$65,000.
- ASTRIDA ORLE TANTILLO, assistant professor of German, beginning August 21, 1995 (I), at an annual salary of \$36,500.
- BECKY L. TATUM, assistant professor of criminal justice, beginning September 1, 1995 (I), at an annual salary of \$41,137.
- JEFFREY D. TIEMSTRA, assistant professor of family practice, College of Medicine at Chicago, on 51 percent time, and physician surgeon, University of Illinois

Hospital, on 49 percent time, beginning September 1, 1995 (1Y51;NY49), at an annual salary of \$112,000.

JOHN VARGA, professor of medicine, on 40 percent time, and physician surgeon, on 60 percent time, College of Medicine at Chicago, beginning September 1, 1995 (AY40;NY60), at an annual salary of \$150,000.

YEQIAO WANG, assistant professor of anthropology, beginning August 21, 1995 (1), at an annual salary of \$37,000.

DONNA H. WEAVER, assistant professor, School of Biomedical and Health Information Sciences, beginning September 1, 1995 (1Y), at an annual salary of \$48,636.

JOHN L. ZAUTCKE, assistant professor of emergency medicine, College of Medicine at Chicago, on 51 percent time, and physician surgeon, Office of the Vice Chancellor for Health Services, on 49 percent time, beginning September 1, 1995 (1Y51;NY49), at an annual salary of \$148,680.

Urbana-Champaign

RICHARD BARROWS, assistant professor of theatre, beginning August 21, 1995 (1), at an annual salary of \$31,500.

CHRISTINE A. JENKINS, assistant professor, Graduate School of Library and Information Science, beginning September 21, 1995 (1), at an annual salary of \$40,000.

TOM KREBS, assistant professor of economics, beginning September 21, 1995 (1), at an annual salary of \$52,000.

LYNN NORINE WILEY, coordinator of the Illinois Reference and Research Center and assistant professor of library administration, University Library, on 50 percent time, September 18-20, 1995 (NY50), at an annual salary of \$20,750, and on 100 percent time, beginning September 21, 1995 (N100), at an annual salary of \$41,500.

GREGORY K. YOUNGEN, physics/astronomy librarian and assistant professor of library administration, University Library, beginning September 21, 1995 (NY), at an annual salary of \$48,000.

Administrative Staff

LOUIS S. BINDER, associate dean of student affairs, College of Medicine at Chicago, on 82 percent time, physician surgeon in emergency medicine, University of Illinois Hospital, on 18 percent time, and visiting professor of emergency medicine, College of Medicine at Chicago, on zero percent time, beginning September 18, 1995 (NY82;NY18;N), at an annual salary of \$153,160.

JAMES S. GIMPEL, director, Office for Capital Programs, Chicago, beginning August 21, 1995 (NY), at an annual salary of \$92,000.

PAUL CHARLES SCHRECKENBERGER, associate professor of pathology, College of Medicine at Chicago, on 51 percent time for three years, director of Clinical Microbiology Laboratory in Pathology, University of Illinois Hospital, on 49 percent time, and clinical assistant professor of medical laboratory sciences, School of Biomedical and Health Information Sciences, on zero percent time, beginning September 1, 1995 (QY51;NY49;N), at an annual salary of \$82,442.

WICKII T. VIGNESWARAN, assistant professor of surgery, College of Medicine at Chicago, on 61 percent time, and medical director of surgery, University of Illinois Hospital, on zero percent time, beginning September 1, 1995 (2Y61;NY), at an annual salary of \$240,000.

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

Recommended Tuition Rates, Fiscal Year 1997

(5) At its meeting on October 12, 1995, the Board of Trustees discussed new tuition policy guidelines and all student charges were reviewed in depth.

The vice president for academic affairs now recommends, consistent with tuition principles endorsed by the board in October, approval of general tuition increases of 4.0 percent for students in Chicago, 3.8 percent for Springfield, and 5.0 percent for Urbana for Fiscal Year 1997.

In addition, continuation of a set of multi-year professional program tuition increases approved by the board in FY 1995 is recommended for students in medicine, dentistry, and the Masters of Business Administration (MBA), to provide revenue for academic improvements. New professional program initiatives in law and veterinary medicine were reviewed in October, and are now recommended for adoption, with all funds derived by those charges returning to the respective academic programs. The funds will be used to expand and improve technology applications in course work, to improve laboratories and upgrade instructional equipment, to expand curricular offerings and clinical education initiatives, and to address faculty size and salary competitiveness concerns.

Consistent with board policy that non-residents should pay the full cost of instruction, the tuition for non-resident freshmen will return to the 1:3 resident/non-resident ratio beginning in the next academic year.

All proposed tuition actions are outlined in the following table.

I concur.

On motion of Mrs. Gravenhorst, these recommendations were approved. (Ms. Lopez asked to be recorded as voting "no" on this item.)

(Mr. Malone asked to be recorded as casting an advisory vote of "no" on this item.)

Proposed FY 1997 Tuition for Full-Time Students¹

University of Illinois at Chicago²

	FY 1996	Regular Increase	Special Increase	FY 1997
Undergraduate.....	\$2 756	\$114 (4.0%)		\$ 2 870
Graduate	3 300	130 (4.0%)		3 430
MBA ⁵	7 400	130 (1.8%)	\$1 400 (18.9%)	8 930
Dentistry	5 930	240 (4.0%)	610 (10.2%)	6 780
Medicine.....	9 520	380 (4.0%)	1 350 (14.2%)	11 250
PharmD	3 640	150 (4.0%)		3 790
Cont. PharmD	4 760	190 (4.0%)		4 950
Non-Resident				
Freshmen.....	7 888	327 (4.0%)	395 (5.0%)	8 610
Other Graduate	7 888	327 (4.0%)		8 215

University of Illinois at Springfield³

	FY 1996	Regular Increase	Special Increase	FY 1997
Undergraduate.....	\$ 81.90	\$3.1 (3.8%)		\$ 85.00
Graduate	82.90	5.1 (6.2%)		88.00
Non-Resident				
Freshmen.....	245.70	9.3 (3.8%)		255.00
Other Graduate	245.70	9.3 (3.8%)		255.00

Note: 1. Comparable increases for part-time and non-resident students are proposed consistent with existing policies.

2. Engineering students will pay an additional \$400.

3. Per credit hour charge.

University of Illinois at Urbana-Champaign⁴

	<i>FY 1996</i>	<i>Regular Increase</i>	<i>Special Increase</i>	<i>FY 1997</i>
Undergraduate.....	\$3 000	\$150 (5.0%)		\$3 150
Graduate	3 420	170 (5.0%)		3 590
MBA ⁵	7 500	170 (2.3%)	\$1 420 (18.9%)	9 090
Law	5 000	250 (5.0%)	500 (10.0%)	5 750
Veterinary Medicine ..	6 370	320 (5.0%)	670 (10.5%)	7 360
Non-Resident				
Freshmen.....	8 172	408 (5.0%)	870 (10.6%)	9 450
Other Graduate	8 172	408 (5.0%)		8 580

Note: 4. Engineering, chemistry, and life science students will pay an additional \$500; students in fine and applied arts will pay an additional \$200 at the lower division and \$400 at the upper division.

5. The MBA rates represent a one-time correction to the base plus an adjusted final increment of the three-year special increase. After FY 1997, the MBA rate will be the graduate rate plus the fully implemented, stable \$5,500 differential.

**Tuition and Fee Increases,
Cost Recovery, Extramural, and Aviation Programs, Urbana**

(6) The Urbana-Champaign campus provides several academic programs on a "full cost recovery" basis, i.e., all costs are met through a combination of tuition and fee charges. Tuition and fee requirements for each of these programs are reviewed and adjusted annually to ensure that adequate revenues are available to operate each program.

I

For Fiscal Year 1997, the following actions are proposed for the *Cost Recovery Programs*:

Proposed Tuition and Fees, FY 1997

Executive MBA Program

	<i>FY 1996</i>	<i>Proposed, FY 1997</i>	<i>FY 1997 Increase</i>
Tuition.....	\$10 350	\$11 000	\$ 650
Fees.....	4 850	5 500	650
<i>Total</i>	<i>\$15 200</i>	<i>\$16 500</i>	<i>\$1 300</i> 8.6%

Program in Policy Economics

Tuition.....	\$14 146	\$14 570	\$424
Fees.....	3 350	3 417	67
<i>Total</i>	<i>\$17 496</i>	<i>\$17 987</i>	<i>\$491</i> 2.8%

Master of Science in Finance

Tuition.....	\$13 705	\$14 253	\$ 548
Fees.....	7 295	7 747	452
<i>Total</i>	<i>\$21 000</i>	<i>\$22 000</i>	<i>\$1 000</i> 4.8%

Master of Science in Business Administration

	<i>FY 1996</i>	<i>Proposed, FY 1997</i>	<i>FY 1997 Increase</i>
Tuition.....	\$11 218	\$13 462	\$2 244
Fees.....	7 583	7 583	0
<i>Total</i>	<i>\$18 801</i>	<i>\$21 045</i>	<i>\$2 244</i> 11.9%

For the *Executive MBA Program* each class pays the same tuition and fee charges for each of the two program years. Thus the tuition increase recommended for FY 1997 will affect only the students in the entering class of 1997. Total tuition revenue available for FY 1997 will be sufficient to cover projected academic program costs. Fee increases are required to maintain the current level of service for fee-supported activities. These include: housing and meal costs, books and materials, special orientation programs for beginning students, a variety of special travel and speaker series, and computer related services.

The *Program in Policy Economics* and the *Master of Science in Finance Program* are specially designed, intensive programs of study leading to a Master of Science degree in Economics or Finance. They are intended for promising international administrators in government and private institutions who need additional training in areas of economic analysis and quantitative techniques. Additional funds are required in FY 1997 to provide for normal cost increases. The *Master of Science in Business Administration* curriculum has been revised. This revision has streamlined the curriculum into a single year. While the annual cost of the program rises to \$21,045 it can now be completed in a single year, whereas up to this point it required 12 units over more than one year. Thus the total cost to the student has not increased.

II

The unique costs associated with instructional requirements in the *Institute of Aviation* are addressed by specific charges for a number of courses. Charges differ based upon the type of equipment required, the frequency of its use, the instructional mode (classroom, flight simulator, aircraft, etc.), and so on. Annual reviews of aircraft and simulator operating expenses and other equipment training needs are conducted along with projected wage requirements for the next year. Corresponding adjustments are then made in course charges. For the 1996-97 academic year (including Summer Session, 1996) current rates have been adjusted between 2.6 percent to 6.9 percent for materials, labor, and insurance, as well as 4 percent for flight time.

Aviation course charges proposed for 1996-97 are specified below:

<i>Course</i>	<i>FY 1996</i>	<i>Proposed, FY 1997</i>	<i>Percent Increase</i>
Avi 101	\$2 212	\$2 397	8.4
Avi 102	1 952	2 078	6.5
Avi 120	2 841	3 071	8.1
Avi 121	1 494	1 616	8.2
Avi 130	2 492	2 776	11.4
Avi 140	2 641	2 937	11.2
Avi 200	1 512	1 640	8.5
Avi 210	2 783	3 008	8.1
Avi 211	4 651	5 013	7.8
Avi 220	2 275	2 494	9.6
Avi 222	1 355	1 458	7.6
Avi 224	2 016	2 128	5.6
Avi 280	2 515	2 753	9.5

<i>Course</i>	<i>FY 1996</i>	<i>Proposed, FY 1997</i>	<i>Percent Increase</i>
Avi 281 (new course).....	N/A	\$2 980	N/A
Avi 291	\$2 626	2 806	6.9
Avi 292	1 002	1 067	6.5
Avi 293	725	761	5.0

These changes have been reviewed and are recommended for approval by the chancellor at Urbana and by the vice president for academic affairs.

I concur.

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

Student Fees for Chicago, Urbana, and Springfield Campuses, Fiscal Year 1997

(7) The chancellors at each campus have recommended student fee levels for Fiscal Year 1997 to support auxiliary operations, student programs and activities, and student health services. The fees recommended are required to meet: continuing components (salaries and wages, utilities, and goods and services), student programs, and operating costs including debt service and repair and replacement programs of facilities which comprise the Auxiliary Facilities Systems.

Chicago Campus

At Chicago, the \$18 increase (4.1 percent) in the service, general, and health service fees provides student fee support to meet general cost increases, debt service, increased utilities, and increased program support for Intercollegiate Athletics.

Urbana-Champaign Campus

The \$16 increase (4.4 percent) in the service, general, and health service fees proposed for the Urbana-Champaign campus is associated with general cost increases, and debt service.

Springfield Campus

There are no service, general, or health service fee increases recommended for FY 1997 for the Springfield campus.

The following table presents the current and proposed fee levels for the programs described above.

The vice president for business and finance concurs in the fee levels proposed. I recommend approval.

On motion of Mrs. Gravenhorst, these recommendations were approved. (Ms. Lopez asked to be recorded as voting "no" on this item.)

Summary of FY 1997 Semester Student Fees

	<i>FY 1996</i>	<i>Proposed, FY 1997</i>	<i>Percent Increase</i>
<i>Chicago</i>			
Student Fees			
Service Fee	\$195	\$207	
General Fee.....	174	178	
Health Fee.....	66	68	
Student-to-Student Assistance	3	3	
<i>Total Per Semester</i>	<i>\$438</i>	<i>\$456</i>	<i>4.1</i>

	<i>FY 1996</i>	<i>Proposed, FY 1997</i>	<i>Percent Increase</i>
<i>Urbana-Champaign</i>			
Student Fees			
Service Fee	\$125	\$131	
General Fee	85	90	
Health Fee	124	129	
Campus Transportation	18	18	
SEAL/SORF/SGA*	10	10	
Krannert	5	5	
Total Per Semester	\$367	\$383	4.4
<i>Springfield</i>			
Student Fees			
Activity Fee**	\$ 18	\$ 18	
Recreational Facility Fee	18	18	
Non-Instructional Facility Fee	6	6	
Athletics Fee	36	36	
SDT to SDT Assistance	3	3	
Total Per Semester	\$ 81	\$ 81	

Note: * Fee includes SORF \$5; SEAL \$4; Student Government Association \$1
** Peoria \$5.00

**Rate Changes for University-Operated Housing Facilities,
Chicago, Urbana, and Springfield**

(8) The chancellors at each campus have recommended rate changes for University-operated housing for the 1996-97 academic year. The increases are required to meet operational costs (salaries and wages, utilities, general price increases, including food) and to provide for debt service and repair and replacement reserve requirements.

Chicago

Residence Halls (room and board, academic year)

<i>Unit</i>	<i>1995-96</i>	<i>Proposed, 1996-97</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Student Residence Hall				
Single	\$5 562	\$5 784	\$222	4.0
Double	5 188	5 394	206	4.0
Women's Residence Hall				
Double	5 188	5 394	206	4.0
Student Residence and Commons				
Double	5 188	5 394	206	4.0

Note: Rates for the Student Residence and Commons will range from \$5,394 to \$5,953 depending on room configuration. These rates include a board charge of \$2,076.

Single Student Residence (room only)

<i>Unit</i>	<i>1995-96</i>	<i>Proposed, 1996-97</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Two-person apt. (per person)	\$5 061	\$5 261	\$200	4.0
Three-person apt. (per person)	1 947	5 145	198	4.0
Four-person apt. (per person)	4 989	5 189	200	4.0
Two-person suite (per person)	4 290	4 462	172	4.0
Three-person suite (per person)	4 290	4 462	172	4.0

Note: Apartments feature larger spaces than suites and include living rooms (which can convert to bedroom space).

Urbana-Champaign*Undergraduate Housing (room and board, academic year)*

<i>Unit</i>	<i>1995-96</i>	<i>Proposed, 1996-97</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Single	\$5 052	\$5 244	\$192	3.8
Double	4 392	4 560	168	3.8
Triple	4 136	4 294	158	3.8

Note: (1) The above rates include 14 meals per week. A contract with 20 meals per week is available at an additional cost of \$340.

(2) Air-conditioned halls will be \$100 more than halls without air-conditioning.

(3) The special assessment for Unit One at Allen Hall will be \$210 higher than the above rates.

(4) The rates quoted do not include the \$16 Residence Hall Association dues.

Graduate Housing (room only, academic year)

<i>Unit</i>	<i>1995-96</i>	<i>Proposed, 1996-97</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Sherman Hall (air-conditioned)				
Single	\$2 536	\$2 632	\$ 96	3.8
Double	2 418	2 510	92	3.8
Daniel's Hall				
Single	2 266	2 352	86	3.8
Double	2 024	2 102	78	3.8
Board Contract (Optional)				
20 Meals	2 892	3 004	110	3.8
14 Meals	2 566	2 664	98	3.8

Note: Rates quoted do not include the \$8 Graduate Hall Association dues.

Goodwin-Green (monthly rates — includes heat)

Sleeping rooms	\$ 326	\$ 338	\$ 12	3.7
Zero bedroom	382	397	15	3.9
Zero, with dining	394	409	15	3.8
One bedroom	456	473	17	3.7
One bedroom, with dining	467	485	18	3.9

Orchard Downs (monthly rates)

One bedroom	\$ 379	\$ 393	\$ 14	3.7
Two bedrooms, furnished	424	440	16	3.8
Two bedrooms, unfurnished	337	350	13	3.9

<i>Unit</i>	<i>1995-96</i>	<i>Proposed, 1996-97</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
<i>Beckwith Living Center (academic year)</i>				
Single room (1)	\$13 880	\$14 424	\$ 544	3.9
Single room (2)	5 438	5 644	206	3.8

Note: (1) Includes room and board with full assistance with Activities of Daily Living.

(2) Room and Board without full assistance with Activities of Daily Living.

Springfield

Apartments (room only, academic year)

<i>Family Apartments</i>	<i>1995-96</i>	<i>Proposed, 1996-97</i>	<i>Dollar Increase</i>	<i>Percent Increase</i>
Two bedroom/Family/Furnished ...	\$4 176	\$4 284	\$108	2.6
Two bedroom/Family/Unfurnished ...	3 816	3 924	108	2.8
One bedroom/Family/Furnished....	3 204	3 294	45	2.8
One bedroom/Family/Unfurnished	2 934	3 024	45	3.1

Single Student Apartments

Four bedroom/Private/Furnished...	1 872	1 944	72	3.8
Two bedroom/Private/Furnished...	1 728	1 764	36	2.1
Two bedroom/Private/Furnished...	2 124	2 178	54	2.5
One bedroom/Shared/Furnished...	1 602	1 602	0	0.0
Two bedroom/Shared/Furnished...	1 260	1 296	36	2.9
Two bedroom/Shared/Furnished...	1 062	1 098	36	3.4

The vice president for business and finance concurs in these recommendations. I recommend approval.

On motion of Mrs. Gravenhorst, these recommendations were approved. (Ms. Lopez asked to be recorded as voting "no" on this item.)

(Mr. Malone and Mr. Rose asked to be recorded as casting advisory votes of "no" on this item.)

Establishment of the Institute for Competitive Manufacturing, College of Engineering, Urbana

(9) The chancellor at Urbana, upon the recommendation of the Urbana-Champaign Senate, has approved a proposal from the College of Engineering to formalize the establishment of an Institute for Competitive Manufacturing (ICM). The ICM has been in existence as a pilot program in the UIUC Department of Mechanical and Industrial Engineering since September 1988. Based on the success of the pilot program and the support it has received from the Board of Higher Education, it is therefore appropriate to formalize its status as a program.

The ICM is designed to facilitate a strategic alliance among education, business, labor, and government, created for the purpose of assisting small- and medium-sized firms in the State of Illinois to improve their competitiveness by utilizing the resources of the higher education community in the State. It will support and maintain an active outreach program aimed at making the resources of the University of Illinois — its students, faculty, libraries, and laboratories — more accessible to Illinois business and industry.

The ICM will draw upon the resources of other University units such as the Library, the Graduate School of Library and Information Science, Department of Speech Communication, and the College of Commerce and Business Administration. The ICM will support its education, technology transfer, and research mission with five basic types of activities including industrial development and improvement

projects, continuing education programs, information services, technology demonstrations, and a summer intern assistantship program. Services will be delivered through both direct contact with companies and close interaction with members of the State community college system.

The industrial development and improvement project activity will involve student/faculty teams, formed as part of the senior-level capstone design courses in mechanical and industrial engineering. Teams will work with a company over a period of one semester to identify and solve a design problem. This activity will provide an important practical experience for engineering students and simultaneously will benefit the companies.

The ICM will reinforce and strengthen existing programs of education and research at UIUC while introducing a new program of service through technology transfer and outreach to industry. It will neither replace any existing programs nor should it have an impact on enrollments in other programs. No degrees, undergraduate or graduate, will be awarded by the ICM. Faculty members involved in ICM programs are presently full-time faculty; no new tenured or tenure-track faculty positions will be required to support ICM activities.

The Illinois Board of Higher Education has provided Higher Education Cooperation Act Grant support to sustain the pilot project for the past four years. Program costs were underwritten in part by this grant and in part by the Department of Mechanical and Industrial Engineering and the College of Engineering. The ICM will also seek Federal and other non-State funding and will be able to gather support from other programs such as certain programs in manufacturing associated with community colleges.

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

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

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

Redesignate the Department of Basic Sciences, College of Medicine at Peoria

(10) The interim chancellor at Chicago, with the advice of the Chicago Senate and the dean of the College of Medicine, recommends the redesignation of the Department of Basic Sciences in the College of Medicine at Peoria as the Department of Biomedical and Therapeutic Sciences.

In 1993, the College of Medicine at Peoria received a grant from the Food and Drug Administration (FDA) to develop a Clinical Pharmacology Training Program in the Department of Basic Sciences. Through this program, the department has created the Section of Clinical Pharmacology. Moreover, the mission of the department has been expanded to include training of clinical pharmacology fellows, emphasizing clinical research and care. The new name reflects the mission of the Section of Clinical Pharmacology.

The teaching of the department encompasses essential scientific knowledge in the use of therapeutic agents. The department emphasizes scientific expertise, knowledge, and interpretation throughout its training of the physician. The proposed name reflects this re-dedication to the training of new physicians.

Finally, the department will continue to engage in research in the integrative biomedical sciences coupled with contributions from the molecular and subcellular domains. The proposed name continues to recognize the multi-disciplinary nature of the department.

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 Mrs. Gravenhorst, this recommendation was approved.

**Redesignate the Department of Family Practice,
College of Medicine at Chicago**

(11) The interim chancellor at Chicago, with the advice of the Chicago Senate and the dean of the College of Medicine, recommends the redesignation of the Department of Family Practice in the College of Medicine at Chicago as the Department of Family Medicine.

As medical school academic departments evolved, the study and the teaching of the discipline of family medicine emerged. Most departments incorporated into their names, term(s) that accurately described the academic focus of the unit. The term "family practice" in its current usage, refers to the practical applications of the discipline and is, therefore, an appropriate descriptor for clinical departments and for clinical practice. The term "family medicine" more accurately describes the role of the university-based academic department.

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 Mrs. Gravenhorst, this recommendation was approved.

**Redesignate the Department of Neurosciences,
College of Medicine at Peoria**

(12) The interim chancellor at Chicago, with the advice of the Chicago Senate and the dean of the College of Medicine, recommends the redesignation of the Department of Neurosciences in the College of Medicine at Peoria as the Department of Neurosurgery.

The Division of Neurology was removed from the Department of Neurosciences when it became a separate program in the College of Medicine at Peoria. This left only neurosurgery in the Department of Neurosciences. The name change to the Department of Neurosurgery better reflects the nature of the department's current activities.

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 Mrs. Gravenhorst, this recommendation was approved.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 13 through 23 inclusive. The recommendations were individually discussed but acted upon at one time.

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

**Banking Services,
Lakeside Bank and Busey Bank
(Chicago and Urbana Accounts Receivable Lockboxes)**

(13) The University has solicited proposals relating to banking services for the following accounts receivable activities:

Lockbox services and a depository account for Chicago campus student and general accounts receivable processing

Lockbox services and a depository account for Urbana campus student and general accounts receivable processing

Responses were received from eight banks and some of these proposals offered significant cost savings to the University. Business Office personnel thoroughly examined the proposals and conducted interviews with the best three proposers at each campus. The Springfield campus does not currently utilize lockbox services.

Lakeside Bank in Chicago and Busey Bank in Urbana submitted proposals that best met the University's established criteria and offered the greatest economic and customer service advantages. Their respective locations provide opportunities for more flexible and responsive collection of receipts and will likely produce more specialized services than the University gets from its current banking arrangements. These proposals are renewable for additional fiscal years. The combined annual cost is estimated to be \$47,000 compared with the annual cost of approximately \$69,000 in Fiscal Year 1995.

Accordingly, the vice president for business and finance recommends that authority be given to establish these bank accounts for the purpose described above with Lakeside Bank and Busey Bank, that the following resolutions be adopted, and that the vice president for business and finance be authorized to renew this agreement with Lakeside and Busey on an annual basis subject to the availability of funds. The accounts would become active on December 1, 1995, or as soon as all necessary documentation can be completed and filed. Upon conclusion of all business in process with the current processor of these activities, those accounts will be closed.

I concur.

Resolution

Be It Resolved, that Lakeside Bank, Chicago, Illinois, (the "Bank") be, and it hereby is, designated a depository in which the funds of the University of Illinois (the "University") may be deposited by its officers, agents, and employees, and that such officers, agents, and employees shall be, and each of them hereby is, authorized to indorse for deposit or negotiation any and all checks, drafts, notes, bills of exchange, and orders for the payment of money, either belonging to or coming into possession of the University. Indorsements for deposit may be by the written or stamped indorsement without designation of the person making the indorsement;

Be It Further Resolved, that the Comptroller of the Board of Trustees is authorized from time to time upon such terms and conditions as he may deem advisable, to designate in writing to the Bank those officers, employees and other agents of the University authorized to sign any and all checks, drafts, and orders, including orders or directions in informal or letter form, against any funds or accounts at any time standing to the credit of the University with the Bank, and that the Bank is authorized to honor any and all individual order of any such person or persons signing the same, without further inquiry or regard to the authority of said person or persons or the use of the checks, drafts, or orders or the proceeds thereof;

Be It Further Resolved, that the Bank as a designated depository of the University be and it (including its correspondent banks) is hereby requested, authorized and directed to honor checks, drafts, and other orders for the payment of money drawn

in the University's name, including those drawn to the individual order of any person or persons whose name or names appear thereon as signer or signers thereof, when bearing or purporting to bear the facsimile signatures, whether reproduced manually, mechanically or otherwise, of the Chair and the Secretary of the Board of Trustees, jointly, and the Bank shall be entitled to honor, and to charge the account of the University for, such checks, drafts or other orders for the payment of money, regardless of by whom or by what means the actual or purported facsimile signature or signatures thereon may have been affixed thereto, if such signature or signatures resemble the facsimile specimens of such signature(s) certified to or filed with the Bank by or on behalf of the University and if said documents are properly issued by the Board of Trustees of the University of Illinois;

Be It Further Resolved, that the Comptroller of the Board of Trustees is authorized from time to time to designate in writing to the Bank those officers, employees and other agents of the University authorized to issue written, telephonic, electronic or oral instructions with respect to the transfer of funds of the University on deposit with the Bank (or otherwise transferable by the Bank), by wire or otherwise, without any written order for the payment of money being issued with respect to such transfer, and, for and on behalf of the University, to enter into such agreements with the Bank with respect to any such transfer(s) as such officer(s) in (his) (their) sole discretion deem(s) advisable.

Be It Further Resolved, that each of the foregoing resolutions shall also be understood to apply in full to any account, transaction or property at or with any facility or facilities or branch or branches of the Bank;

Be It Further Resolved, that each of the foregoing resolutions shall continue in force until express written notice of its rescission or modification has been received by the Bank.

Resolution

Be It Resolved, that Busey Bank, Urbana, Illinois, (the "Bank") be, and it hereby is, designated a depository in which the funds of the University of Illinois (the "University") may be deposited by its officers, agents, and employees, and that such officers, agents, and employees shall be, and each of them hereby is, authorized to indorse for deposit or negotiation any and all checks, drafts, notes, bills of exchange, and orders for the payment of money, either belonging to or coming into possession of the University. Indorsements for deposit may be by the written or stamped indorsement without designation of the person making the indorsement;

Be It Further Resolved, that the Comptroller of the Board of Trustees is authorized from time to time upon such terms and conditions as he may deem advisable, to designate in writing to the Bank those officers, employees and other agents of the University authorized to sign any and all checks, drafts, and orders, including orders or directions in informal or letter form, against any funds or accounts at any time standing to the credit of the University with the Bank, and that the Bank is authorized to honor any and all individual order of any such person or persons signing the same, without further inquiry or regard to the authority of said person or persons or the use of the checks, drafts, or orders or the proceeds thereof;

Be It Further Resolved, that the Bank as a designated depository of the University be and it (including its correspondent banks) is hereby requested, authorized and directed to honor checks, drafts, and other orders for the payment of money drawn in the University's name, including those drawn to the individual order of any person or persons whose name or names appear thereon as signer or signers thereof, when bearing or purporting to bear the facsimile signatures, whether reproduced manually, mechanically or otherwise, of the Chair and the Secretary of the Board of Trustees, jointly, and the Bank shall be entitled to honor, and to charge the account of the

University for, such checks, drafts, or other orders for the payment of money, regardless of by whom or by what means the actual or purported facsimile signature or signatures thereon may have been affixed thereto, if such signature or signatures resemble the facsimile specimens of such signature(s) certified to or filed with the Bank by or on behalf of the University and if said documents are properly issued by the Board of Trustees of the University of Illinois;

Be It Further Resolved, that the Comptroller of the Board of Trustees is authorized from time to time to designate in writing to the Bank those officers, employees and other agents of the University authorized to issue written, telephonic, electronic, or oral instructions with respect to the transfer of funds of the University on deposit with the Bank (or otherwise transferable by the Bank), by wire or otherwise, without any written order for the payment of money being issued with respect to such transfer, and, for and on behalf of the University, to enter into such agreements with the Bank with respect to any such transfer(s) as such officer(s) in (his) (their) sole discretion deem(s) advisable.

Be It Further Resolved, that each of the foregoing resolutions shall also be understood to apply in full to any account, transaction, or property at or with any facility or facilities or branch or branches of the Bank;

Be It Further Resolved, that each of the foregoing resolutions shall continue in force until express written notice of its rescission or modification has been received by the Bank.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Auxiliary Facilities System Revenue Bonds, Series 1996

(14) At its July 1995 meeting the Board of Trustees approved several projects which would add to and/or improve the Auxiliary Facilities System. The Illinois Board of Higher Education (IBHE) has approved, or will act upon a request to approve, all of the remaining projects at its meeting on November 7, except for enhancements to the loading dock, locker room, and storage facilities of the Urbana campus Assembly Hall. A student advisory referendum is scheduled for November 14-15 on that project and IBHE approval will be requested pending the outcome of that referendum.

It is anticipated that final board approval to issue revenue bonds to provide funds for the projects (\$50.62 million assuming approval of the Assembly Hall enhancements), plus additional funds for capitalized interest, a debt service reserve, and issuance costs, will be requested in January 1996.

In order to proceed towards such an issuance, the vice president for business and finance and the university counsel recommend that the board approve:

1. Employment of Chapman and Cutler as Bond Counsel;
2. Employment of John Nuveen & Co., Inc., as Financial Advisor;
3. Employment of Lehman Brothers, Inc., as Senior Managing Underwriter and Bear Stearns & Co., Inc., as Co-Senior Managing Underwriter for a joint management fee of \$50,000 plus reimbursement of actual out-of-pocket expenses incurred in carrying out their role as underwriters, and

take-downs, ranging from \$2.50 per thousand dollars of bonds to \$6.25 per thousand dollars of bonds depending upon type of bond and maturity. Additional co-managers may be added to assist in the marketing and sale of the bonds;

4. Preparation of a Preliminary Official Statement, a Bond Resolution, and other necessary documents;
5. Search for updated bond ratings if necessary; and
6. Negotiations with bond insurers and other credit enhancement and liquidity support providers, as needed.

As indicated earlier, final actions required to issue such bonds will be brought to the Board at a subsequent meeting.

I concur.

On motion of Mrs. Gravenhorst, these recommendations were approved by the following vote: Aye, Dr. Bacon, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Ms. Lopez, Mrs. O'Malley, Ms. Reese; no, none; absent, Governor Edgar. (Mrs. Calder asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Amendment to Extend the Mile Square Health Center Agreement, Chicago

(15) The interim chancellor at Chicago recommends that the comptroller and secretary be authorized to execute an amendment to the current agreement with the City of Chicago for the operation of the Mile Square Health Center, located at 2045 West Washington Boulevard, Chicago, extending the agreement to a date not later than June 30, 1996. The current contract is effective December 10, 1990, through December 31, 1995.

This extension will provide sufficient time to complete negotiations for a long-term agreement that involves changes in the roles and relationship of the two parties. Funds are available in the Mile Square Health Center Operating Fund.

The vice president for business and finance recommends approval.

I concur.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Award of Contract for Audit Services for Telecommunications, Chicago

(16) The interim chancellor at Chicago has recommended contracting with D-Square Communications, Ltd., (D-Square), Chicago, a telecommunications audit firm, to audit UIC's telecommunications bills for the purpose of recovering from vendors any inappropriate charges. This request also includes approval to disburse departmental funds should the "success fee" compensation exceed \$50,000.

D-Square Communications, Ltd., a registered minority firm in Illinois, has the expertise and experience to search for billing errors, and proposes to perform the following services:

(A) Review all vendors' billings related to equipment, multiple lines, long distance, FX services, external data services, etc., for the following purposes:

1. To search for billing inaccuracies and errors;
2. To verify that all equipment billed to UIC actually exists, and is functional at the time of billing; and
3. To verify that tariff rates and discounts are correctly applied.

(B) File claims with vendors on behalf of UIC for the recovery of inappropriate charges found during the reviews above by the following means:

1. Coordination of all meetings, negotiations, and follow-up;
2. Substantiation of findings and computations; and
3. Provision of periodic status report on claims.

Compensation for D-Square's services would be based on amounts/credits received by or applied to the account of UIC, using the following scale:

<i>Amount Recovered</i>	<i>Fee</i>
\$0-1,000,000.....	29%
\$1,000,001-2,000,000.....	36
Over \$2,000,000	38

All funds received or credits obtained will be applied to the telecommunications account of the campus. Disbursements to D-Square under this agreement would be made from this account.

I concur.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Contracts for Remodeling First Floor, Laundry Building, Chicago

(17) The president of the University, with the concurrence of the appropriate administrative officers, recommends the award of the following contracts for the remodeling of the first floor, Laundry Building, 1129 South Hermitage, Chicago. The award in each case is to the lowest bidder on its base bid plus acceptance of the indicated alternate.

Division I — General

Oakley Construction Co., Inc.,

Chicago	Base Bid	\$192 043
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Division IV — Mechanical Work

South Town Mechanical Corporation,

Orland Park	Base Bid	137 878
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Division V — Electrical Work

Webster Electric Company,

Des Planes	Base Bid.....	\$54 500
	Alt. 1 ¹	6 250

		60 750
<i>Total</i>		\$390 671

¹ Additive alternate number 1 is to furnish and install conduit for new telecommunication system.

The project consists of remodeling the first floor (approximately 9,000 square feet) to create offices for three units of the Department of Central Management Services (DCMS). These units will be displaced from the building located at the southeast corner of Wood and Taylor Streets (Healy School) as a result of UIC's acquisition of that property. The State of Illinois has agreed to transfer title of Healy School to UIC upon the condition that the University provide adequate space to the units of DCMS being displaced. To provide functional space for the DCMS units, it is recommended that the former laundry facility be remodeled. This will require: new drywall, flooring, and ceiling; installation of a ramp; and mechanical, plumbing, and electrical modifications. A memorandum of understanding allowing DCMS use of the laundry facility has been negotiated.

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

Funds are available from the Restricted Funds Operating Budget, Office of the Vice Chancellor for Health Services.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Employment of Construction Manager for Roof Repairs and Replacements, Chicago

(18) The president of the University, with the concurrence of the appropriate administrative officers, recommends the employment of Sverdrup Facilities, Inc., Skokie, for the professional construction management services required for the campus roof repairs and replacements at the Chicago campus.

The firm's fee for the professional services required through completion of the repairs and replacements will be a fixed fee of \$110,000, including reimbursable expenses, not to exceed \$10,000.

The project consists of the repair of leaking roofs and exterior facades on approximately 24 campus buildings each having several separate roofing systems. The repairs are expected to range from minimal to substantial. The extensive number of areas involved, and the variations in the scope of work required, necessitate the services of a construction manager to coordinate the development of repair specifications and the actual repair work.

Funds are available from Physical Plant institutional funds.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Increase in Consultant's Contract for Parking Structure Repairs, Krannert Center for the Performing Arts, Urbana

(19) On August 17, 1995, the board approved the employment of Construction Technology Laboratories, Inc., Chicago, for the professional services required through

the warranty phase of the parking structure repair project at the Krannert Center for the Performing Arts at the Urbana campus.

It is now recommended that major drainage improvements around the parking structure be included in the project scope. These improvements were identified after the project began and are necessary to eliminate flooding of the lower parking areas from heavy rains. The estimated cost of the improvements is \$750,000. The cost of additional consulting services to include these improvements is \$63,600.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the contract with Construction Technology Laboratories, Inc., be increased by \$63,600 for the professional consulting services required for the additional improvements.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Increase in Project Budget for Basement Remodeling, Gregory Drive Residence Halls, Urbana

(20) The \$1.0 million project will remodel approximately 14,000 gs in the basement of the Gregory Drive Residence Halls Food Service Building to include a computer room, library, exercise room, music practice room, conference room, study area, and vending space.

On March 9, 1995, the board approved the employment of the project architect/engineer, BLDD Architects, Inc., Champaign. Subsequently, as a result of a better definition of the program requirements, some additions to the scope of the project, and additional architectural and engineering fees required to support the additional costs, the Housing Division has made additional funds available to the project.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the project budget for the basement remodeling in the Gregory Drive Residence Halls Food Service Building be increased by \$200,000 from \$1.0 million to \$1.2 million.

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

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Employment of Architect/Engineer for Window Replacement, Associated Health Professions Building, Chicago (Capital Development Board Project)

(21) The president of the University, with the concurrence of the appropriate administrative officers, recommends that the Board of Trustees request the Capital Development Board to employ the architect/engineer as indicated below for a capital project for Fiscal Year 1995 at the Chicago campus. The professional fee for the

firm employed will be negotiated by the Capital Development Board in accordance with its procedure.

<i>Project</i>	<i>Project Budget</i>	<i>Professional Firm Recommended</i>
Window Replacement, Phase III Health Professions Building	\$272 000	Globetrotters Engineering Associated Corporation, Chicago ¹

Funds for the employment of the professional firm have been appropriated to the Capital Development Board for FY 1995.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Employment of Architect/Engineer for Exterior Pool Repair and Mechanical System Upgrades, Intramural Physical Education Building, Urbana

(22) The president of the University, with the concurrence of the appropriate administrative officers, recommends that the firm of Unteed, Nelson, Slack, Anderson, Ltd., Champaign, be employed for the professional services required for the exterior pool repair and mechanical system upgrades at the Intramural Physical Education Building at the Urbana campus. The firm's fee through the warranty phase will be a fixed fee of \$131,100; for construction on-site observation, on an hourly basis, not to exceed \$39,000, plus reimbursable expenses estimated to be \$20,000.

The proposed \$2,350,000 project consists of repair and upgrade of the pools at the Intramural Physical Education building which were constructed in 1961. The work consists of replacing the exterior pool deck and coping, replacing the piping and mechanical systems for both the outdoor and indoor pools, and repainting the ceiling over the indoor pool.

Funds are to be provided initially from the Auxiliary Facilities System with reimbursement anticipated from a future revenue bond issue for the project.

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

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Employment of Architect/Engineer for Classroom Remodeling, Phase III, Gregory Hall, Urbana

(23) The president of the University, with the concurrence of the appropriate administrative officers, recommends that the firm of Rettberg-Gruber Architects, Champaign, be employed for the professional services required for the classroom remodeling project, Phase III, in Gregory Hall at the Urbana campus. The firm's fee through the warranty phase will be a fixed fee of \$57,300; construction on-site

¹ Minority-owned business enterprise

observation on an hourly basis, not to exceed \$8,400; plus reimbursable expenses estimated to be \$3,000.

The proposed \$675,000 project will remodel Room 100 (a tiered lecture room with fixed seating) and Room 123 (a large auditorium with fixed seating). The remodeling will include new lighting, ventilation and heating control improvements, new chalkboards and tackboards, acoustical treatment, and refurbished seating.

Funds are to be provided from the Auxiliary Facilities System Repair and Replacement Fund.

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

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Authorization to Purchase Medical Office Building, College of Medicine at Rockford

(24) The interim chancellor at Chicago recommends that the comptroller be authorized to contract with Illinois Health Properties, Inc., Rockford, for the purchase of a 10,800 square foot medical office building to be constructed on 3.8 acres on the east side of Rockford at a purchase price of \$3.0 million. The UIC College of Medicine at Rockford would utilize the building for an obstetrics/gynecology and pediatrics clinic serving the greater Rockford area.

The purchase contract would provide for the acquisition of the site, the construction of the building, and related improvements according to plans prepared by Pedriana Gustafson Architects. Construction is projected to be completed no later than August 1, 1996. The contract would further provide for a down payment of approximately \$642,540 at the time of contract execution, with no further payments until such time as the project is completed and accepted by the University.

The contract will be funded initially through the College of Medicine at Rockford Restricted Funds with possible reimbursement from a subsequent revenue bond issue for the project.

The vice president for business and finance concurs.

I recommend approval.

On motion of Mrs. Gravenhorst, this recommendation was approved by the following vote: Aye, Dr. Bacon, Mr. Engelbrecht, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley; no, none; absent, Governor Edgar. (Mrs. Calder, Dr. Gindorf, Ms. Lopez, and Ms. Reese asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 25 through 28 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Authorization to Purchase 1101 West Taylor Street, Chicago

(25) The interim chancellor at Chicago, with the concurrence of appropriate administrative officers, has recommended the purchase of a three-story, 12,000 square foot office building with adjoining parking lots at 1101 West Taylor Street, Chicago. The purchase price will not exceed \$885,000 in University funds, a price within University appraisals.

The property is located proximate to the east side of campus, one block west of Morgan Street at the corner of Taylor Street and May Street. The building would be used jointly by UIC and the City of Chicago. The City of Chicago would use its space as a community public library under a long-term lease from the University. University programs now housed off-campus would use the University space. This joint project is consistent with Great Cities initiatives in helping the surrounding community to have services it might not otherwise be able to obtain.

The acquisition costs will be paid initially from institutional fund reserves. The campus will restore these reserves through payments over a period not to exceed ten years, in part from the lease payments collected from the city of Chicago.

The vice president for business and finance concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Lease of Space, UIC Medical Center, Palos Heights

(26) The interim chancellor at Chicago recommends that the comptroller be authorized to execute a lease with High Technology, Inc., an Illinois corporation affiliated with Advocate Health Care, for leased space located in the High Tech Medical Park (11800 Southwest Highway) in Palos Heights, Illinois. The lease is for the period of November 10, 1995, through November 9, 1998, and includes two one-year renewal periods.

The leased space will house clinical operations of the Departments of Ophthalmology, Obstetrics and Gynecology, Urology, and Dermatology. This lease arrangement will provide these departments with an off-site opportunity to treat patients from the surrounding community and public at large.

An office suite of 3,705 rentable square feet will be leased. The cost for this space includes the base lease rate (\$22.25 per square foot in Year 1) and a usage fee (\$12,600 per month in Year 1) for marketing and support services, such as receptionist, medical assistant, and ophthalmic technician. In addition, there will be a buildout cost of \$42,622 in Year 1 only. Total payments by year are as follows:

Year 1	\$276	259
Year 2	243	679
Year 3	254	136
Year 4	265	102 (option year)
Year 5	276	558 (option year)

Funds are available in the Fiscal Year 1996 restricted funds operating budget of the College of Medicine. Funds for the lease renewal periods will be included in the College of Medicine's restricted funds operating budget authorization requests to be submitted to the Board of Trustees. The annual renewals are subject to the availability of funds.

The vice president for business and finance concurs.
I recommend approval.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Conveyance of Acreage, Elizabethtown Experimental Field, Hardin County

(27) On January 10, 1917, 32.58 acres in the village of Elizabethtown in Hardin County, Illinois, were deeded to the University by the owners of the property as a direct gift "for the purpose of establishing an agricultural experiment station." After the granting of several easements, two parcels of land containing a total of 29.42 acres remain available for this purpose. The Elizabethtown Experimental Field is used by the Department of Natural Resources and Environmental Sciences in the College of Agricultural, Consumer and Environmental Sciences for forestry research.

In July of this year, the Hardin County Board of Commissioners submitted a request to the dean of the College of Agricultural, Consumer and Environmental Sciences to transfer without compensation approximately 2.3 acres of the Experimental Field adjacent to Hardin County School District property as the site for the development of a community service center. The Hardin County Community Service Complex would provide space for the programs of a number of service organizations, which are now scattered and housed in substandard facilities, including: Golden Circle Senior Citizens Council, Inc., which operates a nutrition and social service program for the elderly; Southern Seven Health Department, which operates a Head Start program for children; Family Counseling Center, which provides mental health care and services for the handicapped of all ages; and Shawnee Alliance, which provides long term care case management services for the elderly.

The head of the Department of Natural Resources and Environmental Sciences, the interim dean of the College of Agricultural, Consumer and Environmental Sciences support the request of the Hardin County Board of Commissioners to transfer the land to the county without compensation.

Accordingly, the chancellor recommends that the board authorize appropriate administrative officers to seek legislation in the Illinois General Assembly empowering the University to convey title of approximately 2.3 acres of the Elizabethtown Experimental Field to the Hardin County Board of Commissioners as the site for the Hardin County Community Service Complex.

I concur.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none.)

Purchases

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

The purchases were presented in two categories: purchases from appropriated

funds (i.e., from State appropriations to the University); and purchases from institutional funds. The latter term designates funds received by the University under contracts with the United States government, private corporations, and other organizations; grants from foundations, corporations, and other donors; and University revolving funds authorized by law.

The total amounts of these purchases were:

<i>From Appropriated Funds</i>	
Recommended	\$1 192 725
<i>From Institutional Funds</i>	
Recommended	4 970 094
<i>Grand Total</i>	<u>\$6 162 819</u>

A complete list of the purchases, with supporting information (including the quotations received), was sent to each member of the board in advance of the meeting. A copy is being filed with the secretary of the board for record.

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

(The student advisory vote was: Aye, Mr. Malone, Mr. Mathew, Mr. Rose; no, none. Mr. Rose asked to be recorded as not casting an advisory vote on purchase item no. 13.)

**Disclosure of Executive Session Actions
Under Open Meetings Act**

(29) 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.

Attached are copies of the executive sessions of October 1994 through February 1995. (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 October 1994 through February 1995 be made available to the public at this time.

I concur.

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

Authorization for Settlement

(30) The university counsel recommends that the board approve settlement of a claim against the University of Illinois in the amount of \$250,000. This claim resulted from the administration of the wrong drug in an amount three times the normal dose to Pablo Palma, Jr., a five-month-old child, who was admitted to the University of Illinois Hospital for out-patient chemotherapy.

The vice president for business and finance concurs.

I recommend approval.

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

Authorization for Investment Manager — Short Term Funds (Lincoln Capital Management)

(31) In response to concerns raised by the securities lending loss at The Common Fund for Intermediate Term Investments, the University terminated investments in this fund. The University also engaged the financial consulting firm Ennis, Knupp & Associates to review the risk controls and investment management of the short term investment program and to conduct a manager search to locate a manager or managers to replace The Common Fund. The search process evaluated a broad array of investment managers and recommended four managers that, in the consultant's opinion, best met the selection criteria and needs of the University. These four managers were interviewed by University personnel and further evaluated to produce a recommendation.

The recommended investment manager is Lincoln Capital Management, Chicago. The firm has strong capabilities in the management of passive fixed income investments. In addition, the manager has a low fee schedule¹ and is willing to tailor an index portfolio to meet the specific needs of the University.

Accordingly, the vice president for business and finance requests authority to establish an investment account with Lincoln Capital Management for the purposes described and that the following resolution be adopted.

I concur.

Resolution

Be It Resolved, that the Comptroller of the Board of Trustees of the University of Illinois is authorized to enter into agreements with Lincoln Capital Management to provide investment management services.

Be It Further Resolved, that the Comptroller is authorized from time to time to designate in writing to Lincoln Capital Management those officers, employees, and other agents of the University of Illinois authorized to give written or verbal instructions on behalf of the University of Illinois.

Be It Further Resolved, that each of the foregoing resolutions shall continue in force until written notice of its rescission or modification has been received by Lincoln Capital Management.

On motion of Mrs. Gravenhorst, the recommendation was approved and the foregoing resolution was adopted. (Mrs. Calder asked to be recorded as not voting on this item.)

Comptroller's Financial Report, Quarter Ended September 30, 1995

(32) The comptroller presented his quarterly report as of September 30, 1995. A copy has been filed with the secretary of the board.

This report was received for record.

SECRETARY'S REPORT

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

¹ The annual fee is 7.6/100 of 1 percent applied to the average daily funds invested based on cost value.

DEGREES CONFERRED

The secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on the dates indicated.

Summary

*Degrees Conferred August 7, 1995**Graduate Degrees*

Master of Arts	60
Master of Science	318
Master of Accounting Science	5
Master of Architecture	9
Master of Business Administration	32
Master of Computer Science	13
Master of Education	47
Master of Fine Arts	3
Master of Landscape Architecture	1
Master of Music	8
Master of Science in Public Health	1
Master of Social Work	33
Master of Urban Planning	1
<i>Total, Masters</i>	(531)
Advanced Certificate in Education	2
Certificate of Advanced Study in Library and Information Science	2
<i>Total, Certificates</i>	(4)
<i>Total, Graduate Degrees</i>	535

Professional Degrees

College of Law

Juris Doctor	1
<i>Total, Professional Degrees</i>	(1)

Undergraduate Degrees

College of Agriculture

Bachelor of Science	30
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College of Applied Life Studies

Bachelor of Science	9
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College of Commerce and Business Administration

Bachelor of Science	56
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College of Communications

Bachelor of Science	26
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College of Education

Bachelor of Science	26
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College of Engineering

Bachelor of Science	76
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College of Fine and Applied Arts

Bachelor of Fine Arts	13
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Bachelor of Music	7
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Bachelor of Science	7
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<i>Total, College of Fine and Applied Arts</i>	(27)
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College of Liberal Arts and Sciences

Bachelor of Arts	140
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Bachelor of Science	105
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<i>Total, College of Liberal Arts and Sciences</i>	(245)
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School of Social Work	2
<i>Total, Undergraduate Degrees</i>	496
<i>Total, Degrees Conferred August 7, 1995</i>	1,032
<i>Degrees Conferred October 15, 1995</i>	
<i>Graduate Degrees</i>	
Doctor of Philosophy	281
Doctor of Education	4
Doctor of Musical Arts	4
<i>Total, Doctors</i>	(289)
Master of Arts	40
Master of Science	117
Master of Accounting Science	1
Master of Architecture	2
Master of Business Administration	6
Master of Computer Science	2
Master of Education	15
Master of Extension Education	1
Master of Fine Arts	2
Master of Landscape Architecture	3
Master of Music	1
Master of Social Work	2
Master of Urban Planning	2
<i>Total, Masters</i>	(194)
<i>Total, Graduate Degrees</i>	483
<i>Undergraduate Degrees</i>	
College of Agriculture	
Bachelor of Science	7
College of Communications	
Bachelor of Science	2
<i>Total, Undergraduate Degrees</i>	9
<i>Total, Degrees Conferred October 15, 1995</i>	492

ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD

Chair Lamont called attention to the schedule of meetings for the next few months: Executive Committee meeting, November 29, 1995 (via telephone conference); January 17-18, 1996, Urbana-Champaign (Annual Meeting); February 8, Chicago (one-day meeting). There is no meeting scheduled for December.

There being no further business, the board adjourned.

MICHELE M. THOMPSON
Secretary

THOMAS R. LAMONT
Chair