

SPECIAL MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

January 22, 1997



A special meeting of the Board of Trustees of the University of Illinois was held in Room C, Chicago Illini Union, Chicago campus, Chicago, Illinois, on Wednesday, January 22, 1997, beginning at 2:10 p.m., pursuant to call by the chair of the board. The secretary of the board gave notice of the meeting as prescribed by the Bylaws and by Illinois Statute.

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,¹ Mr. William D. Engelbrecht, Dr. Jeffrey Gindorf, Mr. Thomas R. Lamont, Ms. Ada N. Lopez, Mrs. Martha R. O'Malley, Mr. Roger L. Plummer, Ms. Judith R. Reese. The following members of the board were absent: Governor Jim Edgar, Mrs. Susan L. Gravenhorst. The following nonvoting student trustees were present: Mr. Neil J. Malone, Springfield campus; Ms. Patty Vais, Chicago campus. Mr. Todd Wallace, Urbana-Champaign campus, was absent.

Also present were President James J. Stukel; Dr. David C. Broski, chancellor, University of Illinois at Chicago; and these officers of the board: Mr. Byron H. Higgins, university counsel; and Dr. Michele M. Thompson, secretary. In addition, the following persons were also in attendance: Mr. Donald K. Coe, university director of public affairs; Ms. Susan J. Sindelar, special

¹Mrs. Calder joined the meeting at 2:20 p.m.

assistant to the president; and Ms. Marna K. Fuesting, special assistant to the secretary.

REMARKS FROM CHAIR OF THE BOARD

Mr. Lamont explained to the board that this special meeting was called to consider those items on the agenda for the meeting scheduled for January 15-16, 1997, plus a few additional items. The meeting of January 15-16, 1997, was canceled due to inclement weather. He explained that several of the items required the board's review and approval if possible, as these required action before the next regularly scheduled meeting of the board. He announced then that discussion of any item could occur when it was called on the agenda today.

REMARKS FROM THE PRESIDENT OF THE UNIVERSITY

President Stukel then expressed a welcome to the three trustees who were recently appointed to terms of six years as members of the University of Illinois Board of Trustees.

To Mrs. Gravenhorst (in absentia) and Mr. Lamont he extended congratulations on the fact that they will be continuing on the board and to Mr. Plummer he offered congratulations on the occasion of his first term as a trustee.

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

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

Appointment of Associates to the Center for Advanced Study, Urbana

(1) Each year the Center for Advanced Study awards appointments as Associates in the Center, providing one semester of released time for creative work. In an annual competition associates are selected from the faculty of all departments and colleges to carry out self-initiated programs of scholarly research or professional activity.

The chancellor at Urbana recommends the following list of Associates selected for the 1997-98 academic year, and offers a brief description of their projects:

**DOUGLAS H. BECK, associate professor, Department of Physics, *Quark Structure of the Proton*. Low energy quark structure of the proton will be studied. In particular, the role of virtual quark pairs will be investigated experimentally.

**HERBERT EDELSBRUNNER, professor, Department of Computer Science, *An Algorithmic Approach to Shape and Space*. Modern three-dimensional design and visualization relies on a good understanding of shape as a characteristic of geometry and the space around it as an expression of complementarity. Studying the computational aspects of shape and space has ramifications in all areas of science and engineering.

**GEORGE D. GOLLIN, professor, Department of Physics, *Studies of the Fundamental Interactions in Electron-Positron Collisions*. The most stringent tests of our understanding of

the fundamental interactions come from experiments studying electron-positron annihilation. The focus of this project will be to design and construct instrumentation for the CLEO III experiment and to perform design studies for a proposed new experiment to be built at a very large electron-positron linear collider.

LILLIAN HODDESON, associate professor, Department of History, *Scientific Creativity: The Life and Science of John Bardeen*. This project examines the special kind of creativity that John Bardeen demonstrated in his solution of key problems in physics and engineering. We focus in particular on his characteristic pragmatic approach to solving problems that had baffled many of the world's best scientists for decades.

DOUGLAS A. KIBBEE, associate professor, Department of French, *Law and Language: Language of the Workplace in International and Theoretical Perspective*. The language of the workplace has been a focus of recent language legislation in the United States (both state and federal), France, and Québec, and also has a history of court action in each polity. In this project, these laws and judicial decisions will be studied to provide first a cross-cultural comparison of the context of the laws, and then an analysis of the implications of such efforts for linguistic theory and human rights issues.

JAMES KLUEGEL, professor, Department of Sociology, *Social Change and Justice Attitudes*. This project involves research on public opinion about economic and political justice in two realms: (1) concerning the equality of opportunity for minorities and women in the U.S., and (2) concerning the economic change taking place in central and eastern Europe.

JEFF MCMAHAN, associate professor, Department of Philosophy, *Killing at the Margins of Life*. The focus of this project is to complete a book that explores the morality of killing and letting die in cases in which the moral or metaphysical status of the individual who is killed or allowed to die is unclear or contested. Drawing on my work in metaphysics and moral theory, a narrative will be developed around the morality of killing that identifies the connections among such issues as abortion, infanticide, the killing of animals, the withdrawal of life-support systems in cases involving coma or dementia, and euthanasia.

GREGORY L. MURPHY, professor, Department of Psychology, *An Integrative Approach to the Study of Human Concepts*. The focus of this research project will be to evaluate the most prominent theories of human concepts and to develop a new account based on a wide range of evidence on conceptual structure. The result will be an advance in our understanding of how concepts are learned and then used in language, inference, and classification.

JEROME PACKARD, professor, Department of East Asian Languages and Cultures, *Characters and Affixes in Old Chinese*. The goal of the proposed study is to investigate the theory that Old Chinese (1200 B.C.-220 AD) words had sub-syllabic affixes (i.e., prefixes, infixes, and suffixes) that were represented in writing using Chinese character orthography. Such a finding would suggest a stronger linguistic relationship between Chinese and other languages than previously has been thought to exist, and would challenge the common belief that individual Chinese characters invariably represent single-syllable morphemes.

WILLIAM STOUT, professor, Department of Statistics, *Cognitive Diagnosis and Bias Assessment of Classroom and Standardized Test Data*. The aim of the project is to develop new paradigms both for cognitive diagnosis and for test bias and to further the development of non-parametric computational practicable statistical procedures for assessing postulated latent ability structures. Anticipated applications include the development of an effective cognitive diagnostic algorithm; a new stochastic cognitive processing model that synthesizes the traditional factor analytic psychometric approach with the discrete process-driven cognitive science approach; a modern and proactive quality control approach to the manufacture of bias-free tests; and a coordinated comprehensive computer package of latent structure assessment procedures.

LAIRD THOMPSON, professor, Department of Astronomy, *Astronomy with Laser Guide Stars*. Ground-based astronomical telescopes are being equipped for the first time with laser-guided adaptive optics systems. One of these revolutionary devices has been

built here at UIUC for use at Mt. Wilson Observatory, and it will provide the means to view astronomical objects with the clarity of a telescope located in space. This project is in its final stages where release time for me is critical to developing interfaces among other colleagues and fine-tuning the new laser guided adaptive optics system.

JERYLDENE WOOD, associate professor, School of Art and Design, *Concerning Women: Art and the Debate about Women in Sixteenth-Century Italy*. During the past year, the study of primary and secondary sources in the U.S. regarding Renaissance women has been completed; therefore, the focus of this project is to begin writing. This book will expand our knowledge of Renaissance Italy by studying the visual arts in light of a fiercely argued sixteenth-century debate over the relative superiority of the sexes. The book will address neglected issues about art and gender during the Renaissance through its analysis of a wide range of painting and sculpture, writings by contemporary women, and family documentation.

SCOTT A. WYATT, professor, School of Music, *Integration of Multi-dimensional Sonic Projection and Sound Synthesis with Acoustic Instrumental Performances; Research and Composition*. This research project will focus more attention on continued research, design, and development of a compositional and live performance methodology for use with an eight-channel sound projection system, and endeavor to compose a significant work for instrumental ensemble and electronics that displays effective integration of multi-dimensional sonic projection and sound synthesis with acoustic instrumental performance. Much of the research I have done has involved timbre design, timbral integration of electronically-generated sound with the live acoustical musical instruments, digital timescaling of sound, and recently, the use of a multi-channel sound projection system as an effective and creative multi-dimensional performance medium.

(**These faculty members have been recommended for appointment as Beckman Associates in the Center for Advanced Study named for the donor of a gift which permits additional recognition for outstanding younger Associate candidates who have already made distinctive scholarly contributions.)

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

Honorary Degrees, Urbana

(2) The senate at the Urbana-Champaign campus has recommended that honorary degrees be conferred on the following persons at the Commencement Exercises on May 18, 1997:

WILLIAM G. KARNES, former president and CEO of Beatrice Foods — the honorary degree of Doctor of Humane Letters.

DIANE SAWYER, broadcast journalist and co-anchor of NBC's PrimeTime Live — the honorary degree of Doctor of Humane Letters.

The senate at the Urbana-Champaign campus has recommended that honorary degrees be conferred on the following persons at the Commencement Exercises on May 17, 1998:

DONALD BURTON KUSPIT, noted art critic and scholar — the honorary degree of Doctor of Humane Letters.

The chancellor concurs in these recommendations.

I recommend approval.

On motion of Ms. Reese, these degrees were authorized as recommended.

Director, Division of Intercollegiate Athletics, Chicago

(3) The chancellor at Chicago has recommended the appointment of James W. Schmidt, presently interim athletic director and associate director of athletics, as director of the Division of Intercollegiate Athletics. In accordance with the February 8, 1990, Board of Trustees authorization of multi-year contracts for the director of the Division of Intercollegiate Athletics and selected head coaches, the chancellor at Chicago has recommended that Mr. Schmidt receive a five-year contract beginning January 20, 1997, on a twelve-month service basis at an annual salary of \$100,000.

Mr. Schmidt has served as interim director since September 1, 1995. He succeeds Thomas F. Russo, who retired August 31, 1995.

Funds are available in the Institutional Funds Operating Budget of the Division of Intercollegiate Athletics at Chicago.

I concur.

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

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

MARIA A. DE CASTRO, assistant professor of anesthesiology, on 52 percent time, College of Medicine at Chicago, and physician surgeon in anesthesiology, U. of I. Hospital, on 13 percent time, beginning November 1, 1996 (NY52;NY13), at an annual salary of \$122,383.

CAROL J. GILL, assistant professor, Institute on Disability and Human Development, College of Associated Health Professions, beginning October 1, 1996 (1), at an annual salary of \$61,000.

IOURI GOGOTSI, assistant professor of mechanical engineering, beginning October 1, 1996 (1), at an annual salary of \$54,000.

MARK R. HUTCHINSON, assistant professor of orthopaedics, on 51 percent time, College of Medicine at Chicago, and physician surgeon, on 49 percent time, U. of I. Hospital, beginning November 1, 1996 (3Y51;NY49), at an annual salary of \$168,000.

RAMASWAMY KALYANASUNDARAM, assistant professor of parasitology in biomedical science, College of Medicine at Rockford, beginning November 1, 1996 (N), at an annual salary of \$40,681.

JENS O.M. KARLSSON, assistant professor of mechanical engineering, beginning October 1, 1996 (1), at an annual salary of \$53,000.

HELEN KASTRISIOS, assistant professor of pharmaceuticals and pharmacodynamics, beginning October 1, 1996 (N), at an annual salary of \$51,000.

LECH KIEDROWSKI, assistant professor of pharmacology in psychiatry, on 100 percent time, and assistant professor of pharmacology, on zero percent time, College of Medicine at Chicago, beginning August 21, 1996 (1;N), at an annual salary of \$40,909.

TING-WEI ZHANG, assistant professor, Urban Planning and Policy Program, on 51 percent time, and in the Great Cities Program, on 49 percent time, beginning September 1, 1996 (1,51;N49), at an annual salary of \$40,000.

Urbana-Champaign

COLLEEN BANNON BUSHELL, assistant professor, School of Art and Design, beginning August 21, 1996 (1), at an annual salary of \$35,000.

LISA B. GERMAN, assistant acquisitions librarian and assistant professor of library administration, University Library, beginning November 1, 1996 (NY), at an annual salary of \$45,000.

CHARLES JAMES WERTH, assistant professor of civil engineering, beginning January 6, 1997 (N), at an annual salary of \$54,000.

Administrative Staff

KAREN J. ANDERSON, assistant hospital director of surgical services in nursing, U. of I. Hospital, Chicago, beginning November 4, 1996 (NY), at an annual salary of \$105,000.

DONALD J. WUEBBLES, professor of atmospheric sciences, on 100 percent time, and director, Environmental Council, on zero percent time, Urbana-Champaign, with an administrative increment of \$5,000, beginning November 15, 1996 (A;N), at a total annual salary of \$107,000.

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

Change in Departmental Organization, Department of Political Science, College of Liberal Arts and Sciences, Chicago

(5) The dean of the College of Liberal Arts and Sciences at Chicago has recommended that the Department of Political Science be changed from the present chair to a head form of departmental organization, effective January 17, 1997.

In accordance with Article IV, Section 4, of the University of Illinois *Statutes*, the dean received a petition from at least one-fourth of the faculty of the Department of Political Science requesting that the form of organization be changed. The dean met with faculty of the department and conducted a poll of the departmental faculty by secret written ballot. A majority of the faculty (approximately two-thirds), favored the change to the headship form of organization.

The Department of Political Science is currently poised for development with strong leadership that would be markedly facilitated by a headship system. This would offer the advantages of continuity and the prospect of programmatic development appropriate to an urban campus with a Great Cities program.

The interim provost and vice chancellor for academic affairs, the chancellor at Chicago, as well as the vice president for academic affairs, concur in this recommendation.

I recommend approval.

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

Change Name of the Bachelor of Science in Music Education and the Master of Science in Music Education, College of Fine and Applied Arts, Urbana

(6) The chancellor at Urbana, with the recommendation of the Urbana-Champaign Senate, recommends approval of a proposal from the College of Fine and Applied Arts to

change the names of the Bachelor of Science in Music Education and the Master of Science in Music Education to Bachelor of Music Education and Master of Music Education.

Most four-year institutions, including peer institutions such as Indiana University and the University of Michigan, use the term “music” as opposed to “science” in the titles of similar degree programs. Changing the names of these degrees would make it clear that music is the major field of study and allow these degrees to be included in lists of similar degree programs. No changes in curricular requirements are proposed; only the titles of the degrees would be changed.

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 Ms. Reese, this recommendation was approved.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 7 through 27 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Health Services Facilities System Revenue Bonds, Series 1997 (A) And (B)

(7) The board, at its meeting of June 13, 1996, authorized a number of actions leading toward the issuance of revenue bonds for a Health Care Facilities System — renamed herein the Health Services Facilities System. In the interim, University staff and financial advisor, bond counsel and underwriter’s counsel, and senior and co-senior managing underwriters have:

1. Prepared a Preliminary Official Statement, Bond Resolution, and Continuing Disclosure Agreement,
2. Pursued ratings from Moody’s and Standard & Poors,
3. Solicited proposals from bond insurers, and
4. Developed a recommended structure for the issue.

In addition, the board previously approved the construction of an Ambulatory Care Facility at UIC, and the acquisition of a doctor’s office building at Rockford. It has been determined that bond funds will be needed to supplement University funds available toward the ambulatory care project. It is recommended that a new system — the Health Services Facilities System — be established as the umbrella under which bonds would be issued and projects like this would be financed and operated in the future. This system is analogous to the Auxiliary Facilities System for student-life related projects that was established in 1978. Thus, the first action requested herein of the Board is to establish the Health Services Facilities System (the “System”) the major features of which are specified in the Bond Resolution. The central feature of that System with respect to the issuance of bonds is the security promised to bondholders, e.g., the sources of future payments of principal and interest on the bonds. There are three levels of security underlying the System:

- (a) The net revenues of the operating units in the System, e.g., the in-patient and out-patient units, which initially are the UIC Medical Center consisting of the hospital and clinics,
- (b) If net revenues of the System are insufficient, the second level of pledge is the revenues of the Medical Services Plan (MSP), but only to the extent needed to pay debt service and mandatory transfers, and,
- (c) If (a) and (b) are insufficient, the tuition income of the College of Medicine with the same limitation as MSP revenue, but only to the extent it is not

needed as part of its prior pledge to the Auxiliary Facilities System and certain other bond issues.

There are a number of other important elements with respect to the creation of the System including stipulations as to its operations, the issuance of any additional bonds, and the potential disposition of assets. These are specified in detail in the Bond Resolution and summarized in the Preliminary Official Statement.

It is requested that the board authorize the issuance of two related series of bonds, 1997(A) and 1997(B), the combined proceeds of which will be used as shown below. The 1997(A) series is a fixed interest rate series with a final maturity of not more than 30 years in a principal amount not to exceed \$54.0 million. This is analogous to the several fixed rate debt issues that have been used to finance the Auxiliary Facilities System. The 1997(B) series will be issued in an amount not to exceed \$26.0 million. For the first time the board is being asked to issue debt [Series 1997(B)] whose interest may vary during the duration of the issue. Subject to conditions set forth in the Bond Resolution, the rate of interest may be changed from time to time from a weekly rate to a daily rate, a commercial paper rate, or a long-term rate. It is anticipated that the 1997(B) bonds will be issued initially in a weekly rate mode, and that such a mode would be its normal configuration unless conditions warrant otherwise. These bonds are "remarketed" weekly — if they are in such a mode — and can be called or retired on short notice without penalty. They will be initially secured by an irrevocable direct pay letter of credit.

The estimated sources and uses of funds related to these issues are:

<i>Sources</i> ¹	<i>Dollars in Millions</i>
University Funds	\$ 21.5
Series 1997(A) Original Principal Amount	51.8
Series 1997(B) Original Principal Amount	25.0
Construction Fund and Capitalized Interest Earnings	<u>2.7</u>
<i>Total Sources</i>	<u>\$101.0</u>
<i>Uses</i> ¹	<i>Dollars in Millions</i>
Project Costs	\$ 86.6
Capitalized Interest	8.9
Debt Service Reserve Deposit (if any)	3.9
Issuance Costs and Underwriter's Discount or Fee	<u>1.6</u>
<i>Total Uses</i>	<u>\$101.0</u>

The bonds will be fully registered and do not constitute an obligation of the State of Illinois, or of individual members, officers, or agents of the Board of Trustees, but are payable solely from the net revenues of the System, the adjusted revenues of the MSP, and College of Medicine tuition income described above.

All legal matters incidental to the authorization and issuance of the bonds, the Preliminary and Final Official Statements, the Bond Resolution, and the Disclosure Agreement have been approved by Chapman and Cutler, Bond Counsel, Chicago, Illinois. Certain legal matters will be passed upon by Katten Muchin & Zavis, Underwriter's Counsel, Chicago, Illinois.

The vice president for business and finance recommends:

1. Adoption of the Bond Resolution,² which implicitly results in
2. Approval of the creation of the Health Services Facilities System,

¹Subject to change.

²A copy is filed with the secretary of the board for the record and the appropriate officers of the board are hereby authorized and directed to execute the same in the name and on behalf of the board in substantially the form presented to this meeting, or with such changes as may be approved by the officer or officers of the board executing the same, his/her or their execution thereof to constitute conclusive evidence of the board's approval of all changes from the form thereof presented to this meeting; **provided, however**, that if any such changes constitute a substantial change in the form thereof presented to this meeting they shall first be approved by the Executive Committee of the board to which authority for such approval is delegated by the board.

3. Approval of the Preliminary Official Statement,¹
4. Approval of the Form of the Bond Purchase Agreement¹ with Bear Stearns & Co., Inc., as representatives of the purchasers, wherein the purchases, jointly and severally, agree to purchase from the board not less than all of the bonds in an aggregate original principal amount not exceeding \$54.0 million (net of original issue discount, if any) for Series 1997(A) and \$26.0 million for Series 1997(B). The price at which the Series 1997(A) bonds will be purchased from the University by the underwriters will not be less than 99 percent of the price at which the bonds will be offered to the public, and the all-in cost of borrowing for the Series 1997(A) bonds will not exceed 7.0 percent.
5. Approval to purchase bond insurance if such purchase is deemed economically beneficial following consultation with financial advisors and underwriters.
6. Approval of Artemis Capital Group, Inc., A. G. Edwards & Sons, Inc., ABN Amro Securities (USA) Inc., and BA Securities, Inc., as Co-managers.
7. Approval of The First National Bank of Chicago as Trustee.
8. Approval of Bear Stearns & Co., Inc., as re-marketing agent for the Series 1997(B) bonds.
9. Approval of Arthur Andersen LLP to prepare the audit of the newly created System.
10. Approval of the form of the Continuing Disclosure Agreement by the board with respect to the bonds.¹
11. Ratification and confirmation of all actions taken or to be taken by the officers and members of the board in connection with the sale and delivery of the bonds [Series 1997(A) and Series 1997(B)] to the purchasers; and
12. That the comptroller and other authorized officers of the board be and they are hereby authorized and empowered to do and perform such other acts and things including the appointment of a Letter of Credit provider; and to make, execute, and deliver all such other instruments and documents on behalf of the board as may be by them deemed necessary or appropriate to provisions of the Official Statement, the Bond Resolution, the Bond Purchase Agreement, the Continuing Disclosure Agreement, and all acts and things whether heretofore or hereafter done or performed by and of the officers of the board which are in conformity with the intents and purposes of these resolutions shall be and the same are hereby in all respects, ratified, confirmed, and approved.

I concur.

With regard to the health services facilities system revenue bonds, series 1997 (A) and (B), Mr. Engelbrecht asked if tuition revenues would ever be used to finance the debt from these bonds. He explained that he wanted to know how probable it would be to actually use tuition at some time in the future for this purpose. Dr. R. K. Dieter Haussmann, vice chancellor for health services, responded that there was essentially a zero likelihood of using tuition to finance these bonds. He elaborated, saying that tuition is

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included as a possible source of revenue for repaying these bonds for market reasons. He explained that having this added source of revenue enabled the University to get a better bond rating which helps in selling them. Mr. Engelbrecht then asked if each physician would contribute to the payment for debt incurred in the construction of the ambulatory care facility, to be built with the funds from the sale of the bonds. Dr. Hausmann indicated that they would, through the Medical Service Plan which would pay for this facility via rental charges to each clinic. He said that beyond that the hospital would pay and following that source, the reserves of the Medical Service Plan would be used.

Mr. Richard L. Margison, associate vice president for business and finance, then further explained the security system for the bonds. He stated that indeed the Medical Service Plan funds would be the first source of funds for payment of the debt of the bonds. He added that the tuition included in this plan is the portion of tuition paid to the College of Medicine that is in addition to the basic tuition rate. He confirmed that this source was not anticipated to be a source as it is unlikely that it would ever be needed to pay off the bonds.

Additional discussion ensued including comments from Ms. Reese who expressed concern about any additional burden being assigned to the hospital for this debt. She asked about the possible effect on the cost of health care at the hospital and clinics. She was assured that the new debt would not add to this cost. Mrs. Calder noted that rating agencies strongly affirmed the University's ability to borrow and to pay back this money. She explained that this was seen as a good venture in terms of the market.

Mrs. Calder also noted that the University's auxiliary facilities system bond series was reaffirmed and that the University presented a very positive picture to the rating agencies.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Approval of 1997 Budget for the Mile Square Health Center, Chicago

(8) The chancellor at Chicago recommends approval of the budget for the Mile Square Health Center for calendar year 1997 as required by the terms of the 1996 agreement, between the University Board of Trustees and the City of Chicago.

The vice chancellor for health services, along with the center's executive director, have proposed an operating budget of \$4,039,022 for the year representing a decrease of 10.1 percent over the projected actual expenditure level for calendar year 1996. The projected level of services at the center at 40,000 patient encounters represents no increase over 1996. The University's contribution to this budget is \$308,813. A summarized budget is presented below.

Net Revenue:

Patient Services	\$2 812 871
Bad Debt Reserve	(301 119)
Grant Revenues	1 255 899
Other Revenues.....	33 300
UICMC Revenues.....	<u>308 813</u>
Total Net Revenues	\$4 117 764

Expenses:

Salaries and Wages	\$2 759 296
Operating Expenses.....	<u>1 279 726</u>
Total Expenses	\$4 039 022

Net Revenue Over Expenses..... \$ 78 742

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

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

**Contract Renewal for Comprehensive Social Services,
Mile Square Health Center, Chicago**

(9) The chancellor at Chicago recommends approval of a contract renewal with Chicago Commons Association, to continue to provide on-site comprehensive social services to patients and community residents of the Mile Square Health Center for the period January 16, 1997, through December 31, 1997.

Under the contract renewal, Chicago Commons will continue to provide a comprehensive package of social services including patient care planning, advocacy, information, education and referral, and community networking and outreach. They will continue to submit statistical reports, including referral and utilization reports on an as-required basis.

The University will reimburse Chicago Commons \$110,087 for its personnel, fringe benefit, and administrative support costs to provide these contractual services. It is recommended that the comptroller be authorized to renew for two additional one-year periods under the same terms and conditions. Funds are available in the Restricted Funds Operating Budget of the Mile Square Health Center.

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

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

**Corporate Membership in Medical Professional Organizations,
College of Medicine, Chicago**

(10) The chancellor at Chicago recommends the approval of corporate memberships for tenure and tenure track faculty of the College of Medicine in professional medical associations.¹

Membership provides access to research publications, professional seminars, and on-line advisory services. Increased faculty membership will enhance teaching, research, and clinical abilities of the college faculty.

Membership costs will not exceed \$250,000 on an annual basis. It is recommended that the comptroller be authorized to approve payments not exceeding this amount for the initial membership term and for subsequent renewal periods.

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

The vice president for business and finance concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

**Contract for Professional and Technical Services Associated with the
Provision of Neurological Pathology Services; and Delegation
of Authority to the Comptroller, University of Illinois
Hospital, Chicago**

(11) The chancellor at Chicago recommends approval of a contract with University Pathologists, P.C. (UP) for professional and technical services associated with the provision of neurological pathology services. The contract is for the period February 1, 1997, through January 31, 1998, with delegation of authority to the comptroller to renew for one (1) additional one-year period. Competitive bidding procedures in accordance with the Illinois Purchasing Act were followed.

On an annual basis, the hospital provides neurological and neurosurgical services to approximately 8,000 individuals. Of these, some will require the assistance of a pathologist experienced, trained, and knowledgeable in the examination of tissue and the subsequent identification and diagnosis of neurological disease. As such expertise is currently not available within the hospital, UP has been selected to provide these services.

UP, in conjunction with Rush-Presbyterian-St. Luke's Medical Center (RPSLMC), will provide a full range of neurological pathology services. These services will include analysis of brain tissue, muscle biopsies, and tissues from other portions of the human nervous system. Included in these services will be the processing of the tissue, slide preparation, and staining. Processing will also include the provision of special stains as deemed appropriate by the neuropathologists of UP in order to render a diagnosis and written opinion. When requested, UP will provide an immediate response. In these cases, opinions will be provided orally and via fax within 30 minutes of receiving specimens. In other cases, such opinion will be provided in written form within seven days following receipt of the specimen.

¹Proposed memberships include the American Medical Association, the Illinois State Medical Society, and the Chicago Medical Society.

UP is a group of pathologists having an exclusive contract to provide pathology services for RPSLMC. The laboratory is accredited by the College of American Pathologists and certified under the Clinical Laboratory Improvement Act. UP employs three neuropathologists who are Board Certified in Anatomical Pathology and licensed in the State of Illinois for the practice of medicine.

Payments to UP will be based on services and deliverables provided. Payments are estimated to be \$93,210 for each year of the contract. Actual payment may vary based on actual service and deliverables provided. Funds for Fiscal Year 1997 are available in the Hospital Income Fund. Funds for future fiscal years will be included in the Hospital Income Fund operating budget with authorization requests to be submitted to the Board of Trustees. The contract is subject to the Board of Trustees' approval of those budgets.

The vice president for business and finance concurs.

I recommend approval.

In discussion about this item, Ms. Reese questioned the need for this contract. Dean Moss said that this was an interim measure to be used when a new faculty member is hired in this area. Mr. Lamont explained that it was standard practice today for medical colleges to contract-out certain special services when the college's own units did not have the capacity to provide some services.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Increase and Extension of Contract for Public Relations Services, Office of the Chancellor, Chicago

(12) The chancellor at Chicago recommends increasing an existing contract with Jasculca/Terman and Associates (J/T), a Chicago-based public relations firm, to continue to provide public relations and public affairs services to the Chicago campus' effort to sustain the viability of UIC's educational efforts at the U.S. Department of Veterans Affairs Westside V.A. Medical Center. The Board of Trustees approved the original contract for \$100,000 at its June 1996 meeting and an amendment for an additional \$100,000 at its September 1996 meeting.

J/T was chosen because of its extensive experience in public relations, knowledge of UIC and UIC activities, and J/T's past record of successful endeavors with UIC. The proposed increase is an additional \$300,000, for a total contract cost of \$500,000 effective January 16, 1997, through June 30, 1997. Funds are available in the Fiscal Year 1997 Restricted Funds Operating Budget of the campus.

The vice president for business and finance concurs.

I recommend approval.

Mr. Engelbrecht asked about the cost of this contract and requested an explanation of the services provided. Chancellor Broski responded that this was a contract to assist the campus in working through problems with the U.S. Department of Veterans Affairs plan to diminish services at the Westside V.A. Medical Center which would threaten the residencies in medicine

and surgery that the College of Medicine has had there for many years. Chancellor Broski stated that the firm of Jasculca/Terman and Associates had been helpful in stopping some actions of the veterans affairs administration that were to have occurred earlier. Mr. Engelbrecht asked for an estimate of the probability of reversing the plans of the Department of Veterans Affairs. Chancellor Broski replied that this was still unknown but that given the critical nature of the programs at the Westside V.A. Medical Center to the College of Medicine he thought that the efforts of this firm were important and that they should be continued, with the additional fee recommended. Added to this discussion were comments by Dean Gerald S. Moss of the College of Medicine which were supportive. Mr. Lamont concluded the discussion by saying that the consultant has highlighted the import of this issue to legislative leaders at the Federal level and at the State level.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Contracts for Remodeling Fourth and Seventh Floors of the Clinical Sciences North Building, Chicago

(13) The president of the University, with the concurrence of the appropriate University officers, recommends the award of the following contracts for the remodeling of the fourth and seventh floors of the Clinical Sciences North building at the Chicago campus. Competitive bidding in accordance with the Illinois Purchasing Act was followed; and the award in each case is to the lowest responsible bidder on the basis of its base bid plus acceptance of the indicated alternates.¹

Division I — General

Joseph Construction Company, Lynwood	Base Bid.....	\$759 610	
	Alt. G1	8 069	
	Alt. G2	35 335	
	Alt. G3	<u>6 000</u>	
			\$ 809 014

Division II — Plumbing

R. C. Plumbing Company, LaGrange.....	Base Bid.....	206 000
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Division III — Heating, Piping, Refrigeration, and Temperature Control

Ideal Heating Company, Chicago.....	Base Bid.....	312 865
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Division IV — Ventilation

R. J. Olmen Company, Glenview.....	Base Bid.....	236 865
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¹Description of Alternates: G1 — Assignment of Divisions II through V contractors to Division I contractor; G2 — Replace windows in the south wing of 8th floor; G3 — Renovate 4th floor elevator lobby; E1 — Add fire alarm system to 6th floor north and south wings; E3 — Renovate 4th floor elevator lobby.

Division V — Electrical

Shaw Electric Company, Chicago.....	Base Bid.....	\$178 700	
	Alt. E1.....	15 000	
	Alt. E3.....	<u>1 000</u>	
			\$ 194 200
<i>Total</i>			\$1 758 301

The project consists of remodeling approximately 7,000 square feet on the seventh floor and 2,500 square feet on the fourth floor. Complete demolition, new construction, new exterior windows, and new plumbing, mechanical, and electrical distribution will be provided (from existing services) for the remodeled areas. The newly remodeled space will provide general office space for the Department of Surgery and research laboratories for the Department of Medicine.

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

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

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

**Contracts for Remodeling Second Floor for
Psychiatric Institute Research Laboratories, Chicago**

(14) The president of the University, with the concurrence of the appropriate University officers, recommends the award of the following contracts for remodeling the second floor for the Psychiatric Institute Research Laboratories at the Chicago campus. Competitive bidding in accordance with the Illinois Purchasing Act was followed; and the award in each case is to the lowest responsible bidder on the basis of its base bid plus acceptance of the indicated alternate.¹

Division I — General

Joseph Construction Company, Lynwood.....	Base Bid.....	\$1 164 195	
	Alt.G1.....	<u>14 287</u>	
			\$1 178 482

Division II — Plumbing

Brongriell Plumbing, Inc., Chicago.....	Base Bid.....		187 825
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Division III — Heating

Great Lakes Plumbing and Heating Co., Chicago.....	Base Bid.....		326 500
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Division IV — Ventilation

Air Design Systems, Inc., Chicago.....	Base Bid.....		453 000
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Division V — Electrical

Loyola Electrical Construction Co., Chicago.....	Base Bid.....		446 000
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¹Description of Alternate: G1 — Assignment of Divisions II through VI contractors to Division I contractor.

Division VI — Temperature Controls

Automatic Building Controls, Chicago.....	Base Bid.....	\$ 267 500
<i>Total</i>		\$2 859 307

The project consists of remodeling areas on the second floor and will include modifications to existing plumbing, heating, ventilation, air-conditioning, telecommunications, fire protection, fire alarm, and electrical systems. The project will provide the necessary space, including wet and dry laboratory space, for the research activities of the Department of Psychiatry.

Funds are available from the Institutional Funds Operating Budget of the campus.

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

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Contract for Ventilation and Air Distribution Work, Urbana

(15) The president of the University, with the concurrence of the appropriate University officers, recommends the award of the following cost-plus contract for ventilation and air distribution work at the Urbana campus for the period February 10, 1997, through June 30, 1997, with options to extend the contract for two one-year periods — July 1, 1997, through June 30, 1998, and July 1, 1998, through June 30, 1999, under the same terms and conditions, subject to approval by the comptroller.

	<i>Percent for Material</i>	<i>Percent for Labor</i>	<i>Percent for Subcontracts</i>	<i>Total Estimated Fee Payments</i>
<i>Ventilation and Air Distribution</i>				
Reliable Plumbing and Heating Company, Savoy	10.0	40.0	5.0	\$59,550

Funding will be identified on a project-by-project basis and may include State appropriated, institutional, or restricted funds available in the campus operating budget. It is recommended that the comptroller be authorized to approve work orders under these contracts.

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

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

**Delegation of Authority to Award Contracts for
Floor Replacement, Ice Arena, Urbana**

(16) On November 14, 1996, the Board of Trustees approved the employment of Henne- man, Raufeisen and Associates, Inc., Champaign, to provide the professional architec- tural and engineering services required for the floor replacement in the Ice Arena

project at the Urbana campus. The proposed \$1,245,200 project will install a new concrete chilling floor so the Division of Campus Recreation may operate the facility year round; proper dehumidification of the arena is also to be provided.

Since the project must continue to meet scheduling needs of the Division of Campus Recreation, it is essential that contracts for construction be awarded prior to the February 13, 1997, meeting of the Board of Trustees. Bids are to be received by the end of January 1997.

Accordingly, the president of the University, with the concurrence of the appropriate administrative officers, recommends that the comptroller be delegated the authority to award contracts to the lowest responsible bidder for each division provided the total of the bids received does not exceed \$1,130,340.

A report of the bids received will be presented to the board at a subsequent meeting. Funds for the project are available from the Auxiliary Facilities System R&R Fund.

Ms. Lopez questioned the need to delegate authority to the comptroller for action for this item and asked if it could not be delayed until the February meeting of the board. Mr. Robert K. Todd, associate vice president for administration and capital programs, explained that this was recommended due to the fact that this capital project is on a constrained schedule for construction and delaying action on it until the February meeting of the board would delay the project. There was no further discussion on this item.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Project Approval; and Delegation of Authority to Award Contracts for Remodeling Burnham Hall, Chicago

(17) The University of Illinois at Chicago is planning a relocation of the Honors College to the Burnham Hall Building from its current location in the Science and Engineering Offices Building. This relocation will require the renovation of the entire first floor as Phase One, including the renovation of the basement mechanical equipment room to house a new central air-handling unit. The remaining renovation of the basement level will be defined as Phase Two. Phase One will include the demolition of interior walls on the first floor. New interior spaces will include faculty and administrative offices, conference room, student lounge, parent/visitor room, computer lab, support services space, including file and storage areas and reception area with adjoining office manager space.

Since the project must continue in order to meet scheduling needs of the Honors College, it is essential that contracts for construction be awarded as soon as possible and probably between the January and February meetings of the board.

Accordingly, the President of the University, with the concurrence of the appropriate administrative officers, recommends that the Burnham Hall remodeling project be approved at \$1,103,061.

It is further recommended that the comptroller be delegated the authority to award contracts to the lowest responsible bidder for each division of work provided the total of the bids received does not exceed \$840,000.

A report of the bids received will be presented to the board at a subsequent meeting. University funds are available from the Institutional Funds Operating Budget of the campus.

Ms. Lopez questioned the need to delegate authority to the comptroller for action for this item and asked if it could not be delayed until the February meeting of the board. Mr. Robert K. Todd, associate vice president for administration and capital programs, explained that this was recommended due to the fact that this capital project is on a constrained schedule for construction and delaying action on it until the February meeting of the board would delay the project. There was no further discussion on this item.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Increase in Project Budget for Bone Marrow Transplant Program, University of Illinois Hospital, Chicago

(18) On November 14, 1996, the Board of Trustees approved the proposed project budget of \$1.2 million for the Bone Marrow Transplant Program, University of Illinois Hospital, Chicago. The originally approved project was for the remodeling of Rooms 883-93 West, for a Bone Marrow Transplant Program that will provide patient care for bone marrow transplant patients and will include special infection control requirements.

Although the program requirements are essentially the same, it is now necessary to provide for air testing and balancing during construction and to cover the cost of fees for a construction manager to address the schedule. The construction manager (Gilbane Construction Company) is currently under contract to the UIC Physical Plant Department.

Accordingly, the president of the University, with the concurrence of the appropriate University officers, recommends the project budget be increased by \$250,000 from \$1,200,000 to \$1,450,000 for the additional expenses as described above.

Funds are available from the Hospital Operations Improvement Fund.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Recision of Recommendation; and Employment of Architect/Engineer for the Electronic Visualization Laboratory, Chicago (Capital Development Board Project)

(19) On June 10, 1993, the Board of Trustees approved a request to the Capital Development Board to employ Graham/Thomas Architects, Chicago, for the professional services required for a \$212,000 remodeling project for an electronic visualization laboratory, Science and Engineering Laboratories, at the Chicago campus.

The Capital Development Board has advised that its professional services agreement with Graham/Thomas Architects is being terminated by mutual agreement of both parties and has requested that the University recommend another firm.

The scope of the project has been revised to include only supplementary cooling and electrical work, thus an engineering consulting firm is recommended. Gamze, Korobkin, Caloger, Inc., Chicago, has performed well in commissioning the original building. It is reasonable that this firm be recommended for the additional work. Alternatively, the firms of EME, Inc., Oak Brook, and Teng Associates, Ltd., Chicago, are recommended. Both have good performance records on projects at the Chicago campus.

Accordingly, the president of the University, with the concurrence of the appropriate University officers, recommends rescission of the board's action of June 10, 1993, concerning the employment of Graham/Thomas Architects, Chicago, for the remodeling project referenced in the June 10, 1993, action; and further recommends that the Capital Development Board be requested to employ the firm of Gamze, Korobkin, Caloger, Inc., Chicago, for the electronic visualization laboratory, Science and Engineering Laboratories project at the Chicago campus.

The professional fee for the firm employed will be negotiated by the Capital Development Board in accordance with its procedures.

Funds for the employment of the professional services required have been appropriated to the Capital Development Board.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Employment of Architect/Engineer for Chiller Replacement Project, Chicago

(20) In September 1995, the Board of Trustees authorized a chilled water master plan for the east side of the Chicago campus. The results of this study outline a plan recommending that several chillers on the campus be replaced and modifications to the distribution system be made to increase the system's efficiency and reduce operating costs. Following the master plan recommendations, the University has developed a project that totals \$5.6 million. Once the project is completed, it is anticipated that the University will save approximately \$1.2 million annually in energy costs.

In order to proceed with the implementation of the recommendations, it is necessary to begin the design. The president of the University, with the concurrence of the appropriate University officers, recommends the employment of Henneman, Raufeisen & Associates, Inc., Champaign, for the professional architectural and engineering services required for the chiller replacement project at the Chicago campus.¹

The firm's fee for the professional services required for this project will include: engineering services through the warranty phase of the project, a fixed fee of \$165,000; construction services and contract management, on an hourly basis, estimated to be \$64,000; system commissioning, a fixed fee of \$15,000; professional services required to deliver individual building integration plans, on an hourly basis, not to exceed \$56,000; and, reimbursable expenses including balancing of the finished system, estimated to be \$40,000.

Funds for the project are available from the Institutional Funds Operating Budget of the Physical Plant Department at the Chicago campus.

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

¹The selection of the architect/engineer for this project was in accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering, and Land Surveying Qualifications-Based Selection Act).

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

**Supplemental Funding for Remodeling Faculty Offices
and Laboratories, College of Pharmacy, Chicago
(Contract with Capital Development Board)**

(21) On January 14, 1994, the Board of Trustees requested that the Capital Development Board employ the firm of Teng Associates, Chicago, to remodel faculty offices and labs on the first and fourth floors of the Pharmacy Building at the Chicago campus.

Following demolition of existing partitions the existing plumbing risers and waste lines were discovered to be severely deteriorated and needed to be replaced. Also, some risers were not located where indicated on existing building drawings, thus additional plumbing work is required. The cost of the additional plumbing work is \$120,000.

In addition, the department involved has requested that 19 remaining fume hoods be replaced at a cost of \$148,000. (The original project provided for replacement of 15 fume hoods.)

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

Accordingly, the President of the University, with the concurrence of the appropriate University officers, recommends that the University now contract with the Capital Development Board in order to finance the work described above at an additional cost of \$268,000 for the items described above for remodeling faculty offices and labs for the College of Pharmacy at Chicago.

Funds are available from the Institutional Funds Operating Budget of the campus.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Lease of Space, College of Medicine, Chicago

(22) The chancellor at Chicago recommends that the University contract with 2010 Building Limited Partnership to lease office space in the 2010 Arlington Heights Road Building, consisting of 2,573 square feet on the first floor in Suite 104 and 1,259 square feet on the second floor in Suite 215. This is for the period April 1, 1997, through March 31, 2002. The leased space would provide a suburban center for expansion of the coronary artery screening program (ultrafast scanner) for the College of Medicine Section of Cardiology in the Department of Medicine.

Year one base rental costs are \$51,460 (or \$20.00/sf, Suite 104) and \$21,403 (or \$17.00/sf, Suite 215). This cost will escalate at 22 percent per year thereafter. In this agreement, the University must pay its own electric and telephone costs. Additionally, starting in year two, the University must pay its proportionate share (6.66 percent for Suite 104 and 3.26 percent for Suite 215) of the increase in real estate taxes and operating costs over the base year of 1997.

The University is being provided a base rent abatement of \$51,460 (Suite 104) and \$21,403 (Suite 215) to partially offset the cost of tenant improvement of the space which will be amortized equally during the first 18 months of the lease. The University anticipates that tenant improvements will total \$425,109 (Suite 104) and \$170,900 (Suite 215) with \$250,000 to be provided by Heart Check America, the marketer of the scanner, and the balance provided through the College of Medicine.

For the current fiscal year, funds are subject to the availability of funds from the Fiscal Year 1997 restricted funds operating budget of the College of Medicine at Chicago. For future fiscal years, funds for this contract will be included in the College of Medicine's Restricted Funds Operating Budget Authorization Request to be submitted to the Board of Trustees for Fiscal Years 1998-2002. The contract is subject to the Board of Trustees' approval of the budget. It is also contingent upon the approval of the Illinois Health Facilities Planning Board (IHFPB).

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

Dr. Gindorf expressed concern about the Heart Check America advertising program in radio announcements and endorsements stating that he thought they were difficult to substantiate. Discussion of the elements of the test and the benefits of the information revealed to patients ensued between Dean Moss and Dr. Gindorf. Mr. Lamont asked that the item be voted on at this meeting and that Dr. Gindorf and Dean Moss meet subsequently to further discuss the procedures of the test. This was agreed to by consensus.

On motion of Ms. Reese, this recommendation was approved by the following vote: Aye, Mrs. Calder, Mr. Engelbrecht, Mr. Lamont, Mr. Plummer, Ms. Reese; no, Dr. Gindorf, Ms. Lopez, Mrs. O'Malley; absent, Governor Edgar, Mrs. Gravenhorst.

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Purchases

(23) 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.

From Appropriated Funds

Recommended..... \$ 358 691

From Institutional Funds

Recommended..... 24 922 254

Grand Total \$25 280 945

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.

(Mr. Plummer commented on purchase item no. 14 and asked to be recorded as not voting on this purchase item.)

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Authorization for Settlement

(24) The university counsel recommends that the board approve settlement of *Gilmore v. Tatoes, et al.* in the amount of \$275,000. The plaintiff alleges that University of Illinois defendants failed to treat Mrs. Gilmore's cardiac condition appropriately and failed to provide appropriate medical services which allegedly resulted in her death.

The vice president for business and finance concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Authorization for Settlement

(25) The university counsel recommends that the board approve settlement of *Berry v. Gross, et al.* in the amount of \$1,250,000. The plaintiff alleges that during an amniocentesis procedure our defendants punctured the brain of the fetus causing brain damage that resulted in mental retardation, excessive damage to speech development, and damage to higher order brain functions.

The vice president for business and finance concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Recommended Estate Settlement (Marjorie Roberts Estate)

(26) *Be it resolved*, upon the recommendation of the university counsel, that the comptroller of the Board of Trustees of the University of Illinois be authorized to enter into a settlement agreement related to the estate of Marjorie S. Roberts and that the comptroller may delegate authority to bind the University to a settlement agreement if the University is ordered to personally attend a mediation conference.

I concur.

Mr. Higgins explained the discussions with attorneys that were underway concerning the settling of this estate.

On motion of Ms. Reese, the foregoing resolution was adopted by the following vote: Aye, Mrs. Calder, Mr. Engelbrecht, Dr. Gindorf, Mr. Lamont,

Ms. Lopez, Mrs. O'Malley, Mr. Plummer, Ms. Reese; no, none; absent, Governor Edgar, Mrs. Gravenhorst.

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

Disclosure of Executive Session Actions Under Open Meetings Act

(27) 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.

It is now time to prepare a biennial of transactions of the Board of Trustees covering the period July 1994 through June 1996. All executive session items for the period July 1994 through May 1996 have been previously approved for release to the public. Attached are the remaining executive session items from the June 1996 Board meeting. (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 matters considered in executive session for the June 1996 meeting be made available to the public for inclusion in the 1994-96 Biennial of the Board of Trustees.

I concur.

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

(The student advisory vote was: Aye, Mr. Malone, Ms. Vais; absent, Mr. Wallace.)

President's Report on Actions of the Senates

Establishment of an Undergraduate Minor in Astronomy, College of Liberal Arts and Sciences, Urbana

(28) The chancellor at Urbana, with the recommendation of the Urbana-Champaign Senate, approved a proposal from the College of Liberal Arts and Sciences to establish an undergraduate minor in astronomy.

The proposed minor in astronomy is designed to broaden the student's knowledge of science and the universe. The minor will benefit especially those students who are eager to learn astronomy but who do not anticipate a career in the field. The minor in astronomy is also suitable for students who intend to pursue careers in aerospace industry, science writing, scientific journalism, or science teaching in schools. Students are required to complete 18 hours of astronomy courses.

Establishment of an Undergraduate Minor in Linguistics, College of Liberal Arts and Sciences, Urbana

The chancellor at Urbana, with the recommendation of the Urbana-Champaign Senate, approved a proposal from the College of Liberal Arts and Sciences to establish an undergraduate minor in linguistics.

The proposed minor in linguistics is designed for students who seek a basic familiarity with the field and is especially suited for students with majors in a foreign language and other language-related fields, including anthropology, bilingual studies, cognitive science, computer science, English, language acquisition, psychology, speech and hearing

science, speech communication, and for anyone interested in the nature of language as the quintessence of being human. Students are required to complete nine hours of core courses as well as nine hours of additional linguistics courses, six of which must be at the advanced level.

**Discontinuance of the Kinesiotherapy Program of the
Bachelor of Science in Kinesiology,
College of Associated Health Professions, Chicago**

The chancellor at Chicago, with the recommendation of the Chicago Senate, approved a proposal from the School of Kinesiology, College of Associated Health Professions, to discontinue the kinesiotherapy program of the Bachelor of Science in Kinesiology degree program. The action is due to the decreasing career opportunities for graduates. In the current health care environment, shorter-term treatment modalities of physical therapy are favored and kinesiotherapy is a long-term rehabilitation treatment. Jobs that have been traditionally filled by kinesiotherapists are now being given to physical therapists. Over the last three years, enrollment in this program has declined by 15 percent, from 43 students in Fiscal Year 1995 to 17 students in FY 1997. Students currently enrolled in the program will be allowed to complete their studies.

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.

DEGREES CONFERRED

The secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on January 15, 1997.

Summary

Graduate Degrees

Doctor of Philosophy	108
Doctor of Education.....	4
Doctor of Musical Arts	4
<i>Total, Doctors.....</i>	<i>(116)</i>
Master of Arts.....	59
Master of Science.....	255
Master of Accounting Science	7
Master of Architecture	13
Master of Business Administration.....	23
Master of Comparative Law	1
Master of Computer Science	12
Master of Education	29
Master of Extension Education	1
Master of Landscape Architecture	4
Master of Laws	2
Master of Music	4
Master of Science in Public Health	2
Master of Social Work	54
Master of Urban Planning	1
<i>Total, Masters.....</i>	<i>(467)</i>

Advanced Certificate in Education	2
<i>Total, Graduate Degrees</i>	585
<i>Professional Degrees</i>	
College of Law	
Juris Doctor	8
<i>Total, Professional Degrees</i>	8
<i>Undergraduate Degrees</i>	
College of Agriculture	
Bachelor of Science	93
College of Applied Life Studies	
Bachelor of Science	48
College of Commerce and Business Administration	
Bachelor of Science	128
College of Communications	
Bachelor of Science	21
College of Education	
Bachelor of Science	55
College of Engineering	
Bachelor of Science	316
College of Fine and Applied Arts	
Bachelor of Arts in Urban Planning	7
Bachelor of Fine Arts	34
Bachelor of Architecture	1
Bachelor of Landscape Architecture	3
Bachelor of Music	2
Bachelor of Science	26
<i>Total, College of Fine and Applied Arts</i>	(73)
College of Liberal Arts and Sciences	
Bachelor of Arts	232
Bachelor of Science	226
<i>Total, College of Liberal Arts and Sciences</i>	(458)
School of Social Work	
Bachelor of Social Work	4
<i>Total, Undergraduate Degrees</i>	1 196
<i>Total, Degrees Conferred January 15, 1997</i>	1 789

CERTIFIED PUBLIC ACCOUNTANT CERTIFICATES AWARDED

The secretary presented for record the following list of certified public accountant (CPA) certificates awarded to candidates on the dates indicated. (Awards are made to candidates who have fulfilled all legal requirements based upon sections in the Illinois Public Accounting Act of 1994.)

Summary

<i>Certificates Awarded January 12, 1996</i>	
By Reciprocity	7
By Transfer of Examination Credit	<u>12</u>
<i>Total, Certificates Awarded January 12, 1996</i>	19
<i>Certificates Awarded February 9, 1996</i>	
By Passing Written Examination on November 1-2, 1995, in Illinois	1 009
By Reciprocity	11
By Transfer of Examination Credit	<u>16</u>
<i>Total, Certificates Awarded February 9, 1996</i>	1 036

<i>Certificates Awarded March 8, 1996</i>	
By Reciprocity	24
By Transfer of Examination Credit	<u>16</u>
<i>Total, Certificates Awarded March 8, 1996</i>	40
<i>Certificates Awarded April 12, 1996</i>	
By Reciprocity	41
By Transfer of Examination Credit	27
<i>Total, Certificates Awarded April 12, 1996</i>	68
<i>Certificates Awarded May 10, 1996</i>	
By Reciprocity	16
By Transfer of Examination Credit	<u>14</u>
<i>Total, Certificates Awarded May 10, 1996</i>	30
<i>Certificates Awarded June 14, 1996</i>	
By Reciprocity	14
By Transfer of Examination Credit	<u>9</u>
<i>Total, Certificates Awarded June 14, 1996</i>	23
<i>Certificates Awarded July 12, 1996</i>	
By Reciprocity	26
By Transfer of Examination Credit	<u>15</u>
<i>Total, Certificates Awarded July 12, 1996</i>	41
<i>Certificates Awarded August 9, 1996</i>	
By Passing Written Examination on May 8-9, 1996, in Illinois	957
By Reciprocity	15
By Transfer of Examination Credit	<u>15</u>
<i>Total, Certificates Awarded August 9, 1996</i>	987
<i>Certificates Awarded September 13, 1996</i>	
By Reciprocity	20
By Transfer of Examination Credit	<u>11</u>
<i>Total, Certificates Awarded September 13, 1996</i>	31
<i>Certificates Awarded October 11, 1996</i>	
By Reciprocity	20
By Transfer of Examination Credit	<u>12</u>
<i>Total, Certificates Awarded October 11, 1996</i>	32
<i>Certificates Awarded November 15, 1996</i>	
By Reciprocity	26
By Transfer of Examination Credit	<u>25</u>
<i>Total, Certificates Awarded November 15, 1996</i>	51
<i>Certificates Awarded December 13, 1996</i>	
By Reciprocity	16
By Transfer of Examination Credit	<u>21</u>
<i>Total, Certificates Awarded December 13, 1996</i>	37

ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD

Chair Lamont called attention to the date of the next meeting of the board: February 12-13, 1997, Chicago.

There being no further business, the board adjourned.

MICHELE M. THOMPSON

Secretary

THOMAS R. LAMONT

Chair

