

MEETING OF THE BOARD OF TRUSTEES
OF THE
UNIVERSITY OF ILLINOIS

March 3-4, 1999



The March meeting of the Board of Trustees of the University of Illinois was held in the Pine Lounge, Illini Union, Urbana, Illinois, on Wednesday and Thursday, March 3-4, 1999, beginning at 1:30 p.m. on March 3.

Chair Jeffrey Gindorf called the meeting to order and asked the secretary to call the roll. The following members of the board were present: Mr. William D. Engelbrecht, Dr. Jeffrey Gindorf, Mrs. Susan L. Gravenhorst, Mr. Thomas R. Lamont, Mrs. Martha R. O'Malley, Mr. Roger L. Plummer, Ms. Judith R. Reese; Dr. Kenneth D. Schmidt, Mr. Gerald W. Shea. Governor George H. Ryan was absent. Mr. Samuel N. Gallo, voting student trustee from the Urbana-Champaign campus, was present. The following nonvoting student trustees were present: Mr. Michael Clark, Chicago campus; Mr. Robert Doyle, Springfield campus.

Also present were President James J. Stukel; Dr. Michael Aiken, chancellor, University of Illinois at Urbana-Champaign; Dr. David C. Broski, chancellor, University of Illinois at Chicago; Dr. Naomi B. Lynn, chancellor, University of Illinois at Springfield; and the officers of the board, Dr. Craig S. Bazzani, comptroller (and vice president for business and finance); Mr. Thomas R. Bearrows, university counsel; and Dr. Michele M. Thompson, secretary. In addition, the following persons were also in attendance: Mr. Richard M. Schoell, interim executive director for governmental relations;

Ms. Susan H. Trebach, executive director of the University Office of Public Affairs; Ms. Susan J. Sindelar, executive assistant to the president; and Ms. Marna K. Fuesting, special assistant to the secretary.

INSTALLATION OF NEW TRUSTEES

Chair Gindorf welcomed Dr. Kenneth D. Schmidt and Mr. Gerald W. Shea to the board and asked them to join him and President Stukel at the head of the board table where he read the following statement to them:

The statutes of the State of Illinois which created the University in 1867 prescribe the powers of the trustees: to establish and provide for the educational program; to hold and convey property; to provide the requisite buildings, apparatus, and conveniences, etc., etc.

The University of Illinois Statutes, promulgated by this board, emphasize the responsibility of the board: to secure the needed revenues for the University and to determine the ways in which the University funds shall be applied—and they make clear the distinction between the formulation of policy by the board and the execution of policy by the president, other officers and other bodies of the University under authority delegated by the board.

However, beyond these formal specifications is a tradition of a dual stewardship—to the people of Illinois and to the University community, a difficult yet essential, inter-relationship which must be constructed and maintained by each of us as trustees of the University and for the people.

My colleagues and I now formally welcome you to this difficult and important task, and we look forward to your participation in it.

Following this, Dr. Gindorf stated that he and his colleagues on the board welcomed Dr. Schmidt and Mr. Shea to the important role of trustee of the University of Illinois.

Mr. Lamont then commented on his recollections of an earlier period in his career and his association with Mr. Shea from that time until the present, citing that Mr. Shea had been a help to him early on which had been the basis for a long and rewarding relationship. He said that he welcomed adding one more facet to that relationship by now having Mr. Shea as a colleague on the board.

BOARD MEETING RECESSED

The board recessed for a meeting of the Committee on Buildings and Grounds.

MEETING OF THE COMMITTEE ON BUILDINGS AND GROUNDS

Dr. Gindorf announced that Dr. Schmidt was the new chair of the Committee on Buildings and Grounds and asked Dr. Schmidt to begin his committee meeting. All members of the committee were present, including board members recorded as present earlier.

Dr. Schmidt then introduced Mr. Robert K. Todd, associate vice president for administration and human resources, and asked him to present information on several capital projects.

Mr. Todd referred the committee members to materials distributed earlier regarding the presentations (materials are on file with the secretary).

Mr. Todd introduced the final design presentation for an Indoor Football Practice Facility at Urbana. The trustees had seen earlier renderings of this at previous meetings. On motion of Mrs. Gravenhorst and seconded by Mr. Engelbrecht, this design was approved by the committee, and recommended to the entire board for approval as part of the regular agenda.

Next, Mr. Todd called the board's attention to the second and third projects on the committee's agenda: a site modification for the Natural History Survey Building at Urbana, and a recommendation for site approval for a parking structure and fire substation at Urbana. He reported that since the board had concerns about an earlier recommendation for siting of the parking structure and fire substation the staff had located and reviewed seven other locations. He said that the one recommended today seems to be the best location for these two functions (parking and fire protection services). He added that securing this site involved a slight modification of the site approved earlier for the Natural History Survey Building at Urbana. He indicated that those responsible for this building agreed with the minor relocation that was needed to allow sufficient land for the parking structure and fire substation. He said that the location of the site recommended is at the corner of Dorner Drive and Gregory Street.

Following this, Mr. Engelbrecht praised the staff for their review of other locations and for this new recommendation and asked that the earlier recommendation for a site, the parking lot behind Bevier Hall, be left as it is. He said that he hoped that this site would not be used in the future for anything other than an academic building.

Ms. Reese then thanked Mr. Engelbrecht for his diligent work on this matter, especially his realization that the earlier recommendation for a site for the parking structure and fire substation was not a good location, and for requesting that other sites be considered.

Mr. Plummer asked how large this facility would be. Mr. Todd responded that it would be 36,000 square feet.

Mr. Todd then asked for a vote to approve the site modification for the Natural History Survey Building and to approve the site for the parking structure and fire substation. On motion of Ms. Reese and seconded by Mrs. O'Malley, these sites were approved by the committee and recommended to the entire board for approval as a part of the regular agenda.

Following this, Mr. Todd made an informational design report on plans to remodel the building occupied by the Graduate School of Library and Information Science at Urbana. The architect for this design made a presentation of the plan and explained that the addition would house classrooms, faculty offices, and an area for the doctoral program.

In response to a question from Mr. Engelbrecht, Chancellor Aiken explained that this addition was to provide space for needs of the programs in this school and to provide space to operate a part of the State Library sys-

tem. He added that the very successful on-line Master's of Library Science degree program required more space for administrative purposes, and that a children's book collection would be housed in the new space.

Mr. Todd stated that this project would be presented to the committee for a second review at their meeting in April 1999.

He then presented information on a design plan for adding space and remodeling the Mechanical Engineering Laboratory at Urbana. He stated that this project which totals \$9.3 million is to be funded by a combination of State funds and private gift funds. Mr. Todd noted that this plan calls for remodeling 15,000 square feet in the building.

The architect for the project then explained that this design involved connecting 17 different levels in the current building. Further, he said the plan proposes adding a floor within the building and an addition to the existing building.

Mr. Shea asked how requirements for accessibility would be accommodated. The architect described how this would be possible.

Mr. Todd said that this project would also be brought to the board in April 1999 for another review.

The next item on the committee's agenda was the presentation of a master plan for the south campus at Urbana. Since this involves expansion of the area used by several colleges involved in management of animals and livestock Mr. Todd explained that the plan has two parts. The first part is a plan for expansion, and the second part is a plan for odor control measures. He then introduced Mr. Joseph Hibbard from Sasaki Associates, Inc., to make this presentation. Mr. Hibbard said that the intent was to provide a plan for long-range use of the land south of Florida Avenue with the following boundaries: Old Church Road in Savoy on the south; Race Street in Urbana on the east for a portion of the area and Philo Road for the rest; Neil Street in Champaign on the west; and Florida Avenue in Urbana on the north. He stated that the College of Agricultural, Consumer and Environmental Sciences (ACES) has 27,000 acres currently and the goal is to add 800 acres to satisfy the land needs of the college. This includes plans for replacement of outmoded facilities. Mr. Hibbard described the plan as one drawn up to meet academic program needs. He said that in order to meet these needs farm land with certain types of soil would need to be acquired, and that some land now owned by the University might be sold in order to provide resources for acquisition of other land.

Next, Professor A. Robert Easter of the Department of Animal Sciences in the College of ACES spoke on waste remediation and control of odors. At this point Professor Easter reminded the committee that the Urbana campus is a land-grant institution and that the study and use of farm animals is required. He stated that the college would use the best methods available for disposal of animal waste and the best means for controlling odors from animal waste. He said the college has also considered how the management of farm animals might be improved. He assured the commit-

tee that both would be employed in the new areas that are part of the plan. He explained that at present the equipment and practices utilized are 50-60 years old and are not efficient. He said that he anticipates that odors will be reduced through utilization of new equipment and practices, but that they could not be eliminated.

Mr. Engelbrecht asked if old animal waste facilities would be improved before the new area is developed. He said he was concerned about the value of improving old facilities. Professor Easter said that that was a problem the college was wrestling with.

Chancellor Aiken said that he wanted the board to know that there was not a price available for the plan because it will take many years to acquire this land and to build all of the buildings needed. He added that the campus had a huge backlog of capital projects and that this plan would require years to implement. He said that the Colleges of ACES and Veterinary Medicine would be the first to get new land and new facilities because they must move from their present locations in order to free up land on campus for other units.

Mr. Engelbrecht stated that he thought the plan was very good and that it addresses the concerns of the agricultural community.

Vice President Bazzani then stated that this presentation was made so that the public would know what the board was considering, and eventually might adopt as a plan for the expansion of the south campus of the Urbana campus.

Mr. Lamont then asked about the process for selecting architectural and engineering firms for capital projects at the University. He said that he noticed that most selected seemed to be Champaign firms. In response, Mr. Todd stated that these selections are cost driven and that it was always less costly to the University to select local firms because their staffs were nearly always accessible.

Dr. Schmidt then asked for information about criteria used by the University to determine that it was more economically sensible to demolish a building rather than to remodel it. This was in relation to the recommendation in the regular agenda for remodeling Daniels Hall at Urbana.

Mr. Lamont, following on this question, asked why the cost of this particular project escalated so much from the first design. Mr. Todd stated that after the project began it became evident that the original direction for remodeling was not best. Thus, the purpose of the project was rewritten and the new purpose drove the cost up. He added that the vice chancellor for student affairs did request an analysis of the cost of demolition and construction of a new building, versus the more extensive remodeling, and concluded that remodeling was less costly.

BOARD MEETING RECONVENED

The board reconvened in regular session at 3:25 p.m. Chair Gindrof called the meeting to order and asked the secretary to call the roll. All members of the board present earlier were still in attendance.

DISCUSSION OF ITEMS ON THE REGULAR AGENDA

This time is set aside for the board to comment or raise questions on items presented by the president for approval in the regular agenda for the meeting. Mrs. Gravenhorst, referring to the item recommending approval of sabbatical leaves, asked if the board could have reports from a selection of individual faculty on their sabbaticals. President Stukel said that this would be arranged. There were no other questions or comments.

MEETING OF THE BOARD AS A COMMITTEE OF THE WHOLE

Chair Gindorf indicated that the purpose of this meeting was to learn of the University's preparations for changes required in electronic systems by the time the year 2000 arrives. He asked Vice President Bazzani to begin his report. All members of the board recorded as present earlier were in attendance for this meeting.

Dr. Bazzani indicated that the methodology for organizing the work of converting University systems to accept changes needed in the year 2000 (Y2K) was divided into five phases. He said that all five phases are noted in the materials sent to the board for review before the meeting. (These materials are on file with the secretary.) The five phases for conversion are:

- I. Awareness—He said that a team for developing an overall strategy had been at work since 1996.
- II. Assessment—Dr. Bazzani stated that the staff in Administrative Information Systems and Services had reviewed all equipment, systems, and interdependent systems with vendors to determine the amount of change needed. He added that thus far the University has spent between \$1.0 million and \$1.5 million to adapt the University's systems in order that they will be compatible with changes brought about by Y2K.
- III. Remediation—He reported that changes, testing of systems, and modifications were underway and a time-frame with critical priority dates for completion had been established.
- IV. Validation—He explained that validation is critical to discovering if the systems work and that all of the efforts have been useful. He said that the tests to validate that the changes actually work will be done in July and August 1999.
- V. Implementation—Dr. Bazzani stressed that this involves bringing all of the parts together and integrating all of the systems into one large program again. He said that management at all levels will be required to sign-off on this phase and stated that individual aspects of the program are compliant with Y2K requirements, and that the systems are ready for implementation. He also emphasized that documentation of all changes was important. He added that there would be contingency plans with staff from various units identified to implement parts of the program of change.

Dr. Bazzani told the board that what he was discussing applied to the corporate systems of the University, not the multitude of small electronic systems that exist within the University. As an example of a contingency plan, he stated that the power plant at Urbana might be disconnected from the Illinois Power Company grid in the event that this grid is compromised in the changeover, because the University cannot afford to be without electricity.

Discussion followed this presentation and the board was assured that the Administrative Information Systems and Services was on-target with regard to preparations for the needed changes, particularly in getting codes updated. Dr. Bazzani apprised the board that the Office of the Governor had contacted him and asked if the University would help the State in many of the same things described above. Mr. Lamont suggested that the University check on warranties offered by contracts with outside vendors.

BOARD MEETING RECONVENED

The board reconvened in regular session at 4:00 p.m. All members of the board recorded as present earlier were still in attendance.

EXECUTIVE SESSION

Chair Gindorf, 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. Gravenhorst and approved by the following vote: Aye, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

President Stukel asked Chancellor Aiken to report on a personnel matter.

Report of Chancellor, Urbana

Chancellor Aiken told the board of a recent evaluation of an administrator that revealed some internal problems that the chancellor would be dealing with in the near future.

Report of University Counsel

At President Stukel's request Mr. Bearrows reported on the following two recommendations for settlement.

Authorization for Settlement

(1) The university counsel recommends that the board approve settlement of *Sundvall v. Hartz, et al.* in the amount of \$400,000. The plaintiff, Pamela Sundvall, alleges that two

surgical procedures that were performed on her mother, Rose Capone, during cardiac bypass surgery should not have been performed and that performing the additional procedures resulted in her mother's death.

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

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

Authorization for Settlement

(2) The university counsel recommends that the board approve settlement of the Angel Lehr claim in the amount of \$350,000. Claimants allege that University Family Practice physicians at Rockford used inappropriate techniques in the delivery of Angel Lehr, resulting in permanent nerve injury to Angel's right arm.

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.

Following these two recommendations, Mr. Shea asked how these settlements would be paid. Dr. Bazzani briefly explained the University's self-insurance program and its external insurance that is provided by premiums paid by the University.

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session was adjourned

BOARD MEETING RECESSED

At 4:15 p.m., the board recessed to reconvene at 8:30 a.m. on Thursday, March 4, 1999.

BOARD MEETING, MARCH 4, 1999

When the board reconvened at 8:30 a.m., the members of the board, officers of the board, and officers of the University as recorded at the beginning of these minutes were present.

PUBLIC COMMENT

Dr. Gindorf introduced this session and told the board that there were six speakers who had requested time to address the board at this meeting and had followed the *Procedures Governing Appearances Before the Board of Trustees*. He announced to the speakers that each would be allowed five minutes to speak and that the secretary would keep time. He then invited the first speaker to the podium.

Sanjay Garla—Mr. Garla voiced his opposition to continuation of Chief Illiniwek as the symbol of the athletic teams at Urbana. He asked the board to discontinue this symbol.

Toby Higbie—Mr. Higbie asked the board to provide vision care insurance for graduate student employees of the Urbana campus. He said that he was an officer in the Graduate Employees Organization. He noted that graduate teaching assistants teach one-half of the classes at the campus and have no vision care insurance. He explained their needs by stating that they work on computers for hours and also grade papers for many more hours. He stated that since these students cannot afford vision care insurance that even the \$36.00 per year the University pays for staff and faculty insurance for vision care would be helpful. He added that putting this benefit in place might give the University an attractive recruitment tool. He briefly digressed and asked for support of a bill in the Illinois House of Representatives that would allow organization of graduate student assistants for collective bargaining.

John Canfield—Mr. Canfield introduced himself as a representative of the Lake Park Homeowners Association in Champaign, Illinois. He spoke in opposition to the plan to expand the south campus at Urbana. He described odors caused by a swine research center near the Lake Park development and said that this would increase with greater expansion. He suggested that the research facilities for animals be moved farther away from the subdivision of Lake Park. He also requested that the University reduce the number of swine at the research center near his subdivision and take other measures to reduce odor.

Beverly Friese—Mrs. Friese also spoke about the plan for expansion of the south campus at Urbana. She mentioned the swine research center and referred to odor and waste problems that currently exist at the campus's south farms. She stated that the Yankee Ridge residents, a subdivision near the south farms where she resides, are not opposed to expansion of the south farms (campus) but that they are opposed to odor and animal waste that might be an accompaniment to this expansion. She said she was concerned about plans for waste disposal. She added that she thought the plans for the animal facilities called for such a density of animals that odor and ground water contamination would likely be problems. In closing she said she was opposed to operation of animal facilities as close to housing areas as is planned.

Virginia France—She said she was also a resident of the Yankee Ridge subdivision. She also stated that the residents of Yankee Ridge were not opposed to the expansion of the south farms (campus), yet she was opposed to the animal centers that have made the Lake Park area such a difficult place to live. She urged care in planning. Further, she asked that the livestock centers be located farther south, and away from residential areas. She also asked the

board to make sure that the College of Agricultural, Consumer and Environmental Sciences provide the best equipment available for odor control.

Ann Ehrlich—This speaker provided a large map of the area of the Yankee Ridge and Lake Park subdivisions, and also distributed smaller copies of this map. She objected to traffic on Race Street, which she predicted would increase, and also to more farm equipment on that street. She said that she was convinced that the College of Agricultural, Consumer and Environmental Sciences would be a good neighbor, however, she wanted the University to consider locating animal facilities at least three-fourths of a mile from Yankee Ridge. She was concerned about wind-born particulates from animal waste. She said that she looked forward to seeing the results of the college's study teams' work. She also asked that the master plan for the south campus expansion at Urbana not be passed until the studies were completed. She too asked that the animal facilities be located farther south than currently planned.

BOARD MEETING RECESSED

At 9:00 a.m. the board recessed for committee meetings.

MEETING OF THE COMMITTEE ON FINANCE AND AUDIT

Dr. Gindorf asked Mr. Lamont, chair of the committee to convene his meeting. All members of the committee were present, including board members recorded as present earlier.

Mr. Lamont asked that Dr. Bazzani describe the work of the committee for the new board members. Dr. Bazzani said that the committee had two functions: operations and endowment. He added that there are two endowments in the University, one managed by the board and the other by the University of Illinois Foundation. He stated that at least once every year the University provides the board a report on the location of all assets.

Mr. Lamont then asked Michael Provenzano, senior associate vice president for business and finance, to introduce the topics to be presented to the committee today. Mr. Provenzano said that a report of the performance of the University's investments for the quarter ended December 31, 1998, would be presented. He stated that this was a very positive report due to several factors. One was authorization by the State for the University to retain its income fund; another he noted was a shortening of time between billing and collection by the University. Also, he stated that an increase in endowments, due to a combination of more gifts and good investment earnings, had been helpful. He stated that the endowment is now seven percent of the annual operating budget. He said that it was just three percent ten years ago.

Mr. Provenzano then asked Mr. David Brief from Ennis, Knupp & Associates to review the report for the quarter ending December 31, 1998

(materials are filed with the secretary). Mr. Brief noted that the net return of 4.9 percent was very good and should not be expected long term. He reminded all that the board's investment policy drives the investments. He noted that 48 percent of the portfolio is actively managed. Following this there was a discussion of the benchmarks used for investments and the performance of several managers over the last several years.

Mr. Lamont then asked Mr. Douglas E. Beckmann, director, University Office of Cash Management and Investments, to present the inventory report. Mr. Beckman stated that the University currently has more financial resources than ever, referring to the charts in the report provided (materials are filed with the secretary). He reminded the board that the University was investing some operating funds in the endowment, and that most of the endowment funds are invested in bonds. He noted that the fee structure is very low for all University investments.

President Stukel commented that the next goal for the Foundation is the establishment of a \$1.0 billion endowment. He stated that this is currently 70 percent along, as there is close to \$700.0 million in the endowment.

Dr. Bazzani then reported to the board that there would be several bond projects coming to them in the next few months. He reviewed for the board the capital projects for which the bond proceeds would be used. Following this there was a short discussion on the bond sales.

MEETING OF THE COMMITTEE ON THE UNIVERSITY HOSPITAL AND CLINICS

Dr. Gindorf asked Mr. Plummer to begin his committee meeting. . All members of the committee were present, including board members recorded as present earlier.

Mr. Plummer introduced Vice Chancellor Dieter Haussmann and asked him to report. Dr. Haussmann then introduced several administrators of the University Hospital: Sidney Mitchell, hospital director; Charles Stanislau, chief financial officer of the hospital and clinics; and Jeff Jopes, assistant to the vice chancellor for health services. He then introduced Gerald Moss, dean, College of Medicine.

Dr. Haussmann referred to the six-month report of operations for the clinical service enterprise, a copy of which was distributed to the board before the meeting (materials are filed with the secretary). He discussed the deficit for the hospital and clinics over this period and described the decline in revenues combined with the stability of expenses that caused this. He explained this as a phenomenon of the market and cited two sources of the problems: the reduction in Medicaid reimbursements, and problems in the performance of HMO's. He added that these are national trends in the industry. He also noted a decline in in-patient services as a causal factor.

Dr. Haussmann went on to state that public medical centers with teaching hospitals are nearly all dependent on patient referrals, and when these

drop the financial status of the medical centers decline. He also noted that these organizations are usually slow to respond to changes in the marketplace.

He stated that the budget projections for Fiscal Year 1999 for the University Hospital and Clinics were too high, given the eventual revenue received. He added that the managed care revenue projection was also too high. Further, he noted that the State Public Aid and Federal Medicare reimbursements were lower than projected. He added that in comparison to other institutions the budget for the University Hospital and Clinics is not out of line.

He told the board that immediate needs call for rebuilding the financial plan and transforming the Medical Service Plan to a physician group practice. Dr. Haussmann indicated that the long-term prognosis for the health of the hospital would require the assistance of a consultant. He said that The Hunter Group is the recommended consultant to help with strategic planning for the hospital's future. He added that this group would be able to evaluate both the faculty practice plan and the hospital's financial condition.

Discussion, with questions, followed these comments. Dr. Schmidt commented that 30 percent of academic medical centers have been in the red sometime since 1996. He echoed earlier remarks about the number of HMO's that are failing. Also he said that the consequence of this is that the largest HMO's are very difficult to deal with. He also agreed that faculty are typically cost conscious. Dr. Schmidt asked if there was interest in the hospital having continuing care plans such as home care and long-term care plans. Dr. Haussmann replied yes.

Dr. Schmidt then spoke of the importance of case managers who set plans for when the patient will leave the hospital even before the patient is admitted. He suggested that primary care technicians working under the supervision of nurses could perform these tasks. He then asked Dr. Haussmann why he projected an 8 percent increase in admissions for the 1999 fiscal year. Dr. Haussmann said that this was an optimistic projection that was further complicated by the fact that admissions in two major areas, obstetrics and pediatrics, eroded rapidly in the first two quarters of the fiscal year.

One question raised was: "Can the hospital support all the services currently provided?" Related to this Dr. Schmidt shared several charts showing costs versus length of stay in the hospital, and noted that some teaching hospitals have incentives for cost control. Also the possibility for increasing referrals was discussed as well as problems inherent with this.

BOARD MEETING RECONVENED

At 11:00 a.m. the board reconvened in regular session. Dr. Gindorf asked the secretary to call the roll. The same members of the board recorded as present earlier in the day were in attendance. Dr. Gindorf then asked President Stukel to present his report to the board.

BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY

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

President's Report

President Stukel began his report by thanking Governor Ryan for his support of education in his inaugural address and in his budget message. The president stated that the governor's support of the new College of Medicine building and of the faculty excellence program at Urbana are both very important. He added that technology development on all fronts, such as what is occurring at Urbana in high technology, bio-technology, and in many other areas is a subject that is of great interest to the governor.

The president then turned to the chancellors for reports. Chancellor Aiken reported that the Urbana campus has issued Solicitations of Interest for building incubator facilities to several corporations interested in technology development. He distributed copies of these documents, along with the University standards for such facilities (materials are filed with the secretary). The chancellor said that one criterion to be considered in reviewing the proposals will be whether the company has a relationship with the campus, and will be involved in the transfer of technology in common. Chancellor Aiken explained that the need for these facilities has been growing for several years. He stated that there are two venture capital firms in the Champaign-Urbana community right now. He added that the addition of incubator facilities on the campus is in aid of helping transfer the technology developed by faculty to the greater community. He noted that the Urbana campus is somewhat behind comparable institutions in developing such facilities.

Chancellor Broski reported that Chicago public schools had contacted UIC about building a Teacher's Academy on the campus. This would be a school for teachers and a teaching setting for excellent teachers. The chancellor explained that this would be a cooperative venture between the Chicago public schools, UIC, and the Golden Apple Foundation. He said it would benefit UIC in that it would bring a special training program for teachers to the UIC campus. He explained that 10 acres are needed for this project, and that three sites on or near the campus were considered. One was in the area now occupied by the Jane Addams Housing Development, the second was in the South Water Market location, and four sites on the Chicago campus. Chancellor Broski said that the city had promised to replace any parking areas that might be displaced by a new Teacher's Academy. He endorsed the proposal. There was some discussion about what the

¹University Senates Conference: Gordon J. Baker, professor and chief of staff, Large Animal Clinic, College of Veterinary Medicine, Urbana-Champaign campus; Chicago Senate: Gerald S. Strom, professor of political science; Springfield Senate: Donna Dufner, assistant professor of management information systems; Urbana-Champaign Senate Council: Geneva G. Belford, professor of computer science

board needed to do in this regard, and comments from trustees who also endorsed the proposal.

Chancellor Broski then provided an update on the process of application for approval of Tax Increment Financing for the UIC south campus development. He said that this application would go to the Chicago City Council in April, and that discussions with the city continue on adaptive use of buildings near Maxwell Street and how many will be preserved.

Chancellor Lynn said that in May she planned to bring a proposal to the board to transfer the nursing program at UIS to Southern Illinois University at Edwardsville, to be added to the array of courses that that campus offers in Springfield. President Stukel stated that this was part of a larger program of strengthening programs at UIS, and discontinuing those that are not related to the core purposes of the campuses.

Report on Search for New President of University of Illinois Foundation

President Stukel then asked Dr. Bazzani to provide information on the search for a new president of the University of Illinois Foundation. Dr. Bazzani said that the process had just begun and that a search committee had been formed that included four past chairs of the Foundation board, Dr. Morton Weir, and himself.

Report on Governmental Relations

The president next asked Mr. Richard M. Schoell, interim executive director for governmental relations, to report on legislative matters. Mr. Schoell presented information on the State budget proposed by Governor Ryan. He said that this is the most generous capital budget ever presented. He also said that of the \$3.0 million proposed for the Department of Agriculture, 80 percent of this is designated for the University. He added that the Illinois Student Assistance Commission is slated to receive a very good appropriation too, which will help our students. He indicated that the hearing on the University's appropriation in the Senate would be in March and the hearing in the House would be in April. He said that there had been two hearings on the proposed new College of Medicine building already.

He informed the board of a bill proposed which would allow other health care professionals to bill directly for services as only physicians are permitted to do at present. Examples would be nurses, physical therapists, and other health care professionals.

In closing he said that activity on the Federal budget process was beginning.

Good News from the Campuses

President Stukel reported the good news that the University of Illinois leads the Consortium on Interinstitutional Cooperation (CIC) institutions in receipt of Early Career Development Awards for faculty. He stated that the

Urbana campus received 12 of these and the Chicago campus received 6 in 1998. He said that among the 14 CIC campuses (the Big Ten institutions plus the University of Chicago), the Urbana campus received the most awards and the Chicago campus tied for 5th place with Northwestern. He asked the secretary to enter the names of these faculty members in the minutes of this meeting.

<i>Name</i>	<i>Campus</i>	<i>Department</i>
BELLON, PASCAL	UIUC	Materials Science and Engineering
BROWNING, NIGEL	UIC	Physics
DRAYTON, RHONDA FRANKLIN	UIC	Electrical Engineering and Computer Science
GARCIA-MARTINEZ, JESUS	UIC	Physiology and Biophysics
GEUBELLE, PHILIPPE	UIUC	Aeronautical and Astronautical Engineering
LEE, CHIA-FON	UIUC	Mechanical and Industrial Engineering
MARKO, JOHN	UIC	Physics
MARTINEZ, TODD	UIUC	Chemistry
MEHROTRA, SHARAD	UIUC	Beckman Institute; Computer Science
MEIXNER, MARGARET	UIUC	Astronomy
MINSKER, BARBARA	UIUC	Civil and Environmental Engineering
MOULIN, PIERRE	UIUC	Electrical and Computer Engineering
RASKIN, LUTGARDE	UIUC	Civil and Environmental Engineering
ROYSTON, THOMAS	UIC	Mechanical Engineering
SAIF, T. A.	UIUC	Mechanical and Industrial Engineering
SARTER, NADINE	UIUC	Beckman Institute; Institute of Aviation
SCHROEDER, W. ANDREAS	UIC	Physics
WERTH, CHARLES	UIUC	Civil and Environmental Engineering

Next, the president told the board that four engineering professors at Chicago have received awards from the National Science Foundation. They are James Boyd and Yury Gogotsi of the Mechanical Engineering Department and Bin He and John Lillis of the Electrical Engineering and Computer Science Department.

President Stukel then told the board that three professors at Urbana were recently inducted as fellows of the American Association for the Advancement of Science. They are James Davis, Psychology; Nancy Marki, Chemistry; and Andrew Wang, Biophysics, Biochemistry, and Cell and Structural Biology. These fellowships recognize those whose efforts toward advancing science or fostering applications are deemed scientifically or socially significant. Also, the president reported that Professor Bruce Hajek of the Electrical and Computer Engineering Department was elected to the National Academy of Engineering. He noted that Professor Hajek was a personal friend of his and he extended his congratulations to him for this recognition, the highest honor for an engineer.

NEW BUSINESS

(3) Dr. Gindorf called attention to the resolutions acknowledging with appreciation the service of Judith Ann Calder and Ada N. Lopez, former members of the Board of Trustees. The texts of each of these resolutions follow:

To: Judith Ann Calder

Your service as a member of the Board of Trustees for the past twelve years is notable for the fact that you valiantly sought to make a difference in terms of public policy.

The years of your tenure as a trustee of the University were marked by such memorable events as: divestiture of University investments in South Africa, a major financial crisis in the University Hospital, as well as several challenges to the University's athletic programs. Your advice to your colleagues as well as to University administrators on these issues, after much study on your part, was always considered and often very cogent.

During your twelve years on the board, as chair of the Committee on the University Hospital and Clinics, the Committee on Finance and Audit, and the Committee on Academic Affairs you gave extensive service to the University and its staff. On a diverse number of topics, such as strategic planning for health care, oversight of University investments, and scheduling adequate numbers of courses for students you provided insight and counsel that were very valuable. As one of your final contributions to the board you served as a member of a committee to review presidential compensation, a first attempt for the board. This work was timely and set the stage for a more businesslike approach to this important topic.

You will be remembered for your independence as a board member, your probing questions on many issues, and your championship of causes some thought outside the mainstream. In all cases you have brought a special perspective to the deliberations of the board.

To: Ada N. Lopez

As a conscientious and persistent member of this board you have always brought a combination of experience and approaches to all issues faced by the board. You have been an educational professional and a community organizer which provided a useful basis for you in helping us understand those elements important in delivering educational programs to non-traditional students, particularly first-generation college students.

You have always reminded us of the different needs of minority groups for education and for greater inclusion in the economy. In your four years as Chair of the Committee on Diversity you kept the issue of recruitment of minority students and faculty always before us.

As chair of the Committee on Student Affairs you showed a deep concern for controlling the cost of higher education and ensuring accessibility for all students. In addition, you advocated for greater availability of courses and academic advising services to help students graduate within a reasonable time frame.

We will remember your commitment, your good will, and your representation of those whose thoughts needed a voice in our deliberations.

On motion of Mrs. Gravenhorst, these two resolutions were adopted unanimously.

OLD BUSINESS

Mrs. Gravenhorst reported on a meeting she attended on university foundations and university governing boards working together, sponsored by the Association of Governing Boards. She said that it was a constructive meeting. She also reported on a meeting of the board of the University of Illinois Foundation that she attended. She said that George Fisher was reelected chair of the board and B. A. Nugent, president of the Foundation.

Mr. Engelbrecht reported on a recent meeting of the Athletic Board at Urbana. He said that the board received a report on the academic progress of the various athletic teams. He noted that the women athletes performed very well, and the men performed better than the campus average. He also told the board that the NCAA would conduct a certification visit to the Urbana campus, May 10-14, 1999.

Ms. Reese reported on the annual meeting of the American Council on Education that she attended. She said that the addresses given were outstanding and that the meeting next year would be held in Chicago, March 18-21, 2000.

Reports from Student Trustees

Mr. Clark congratulated Dr. Gindorf on his appointment to the board and on his second term. He also congratulated Mr. Shea and Dr. Schmidt on their appointments to the board. He then said that the UIC Flames had performed quite well in their recent tournament.

Mr. Doyle also welcomed Mr. Shea and Dr. Schmidt to the board. He said that he is working to bring student government at all campuses of the University together. He said that one issue for student government is to consider book rental on campus. He added that he is reviewing the criteria for those students receiving cum laude status; he said that some think the standards are too stringent. Also, he said that he is reviewing the meal plans offered on the Springfield campus. Mr. Doyle announced that student elections would be held in April at UIS. He concluded with comments about athletics at Springfield. He said that the women's basketball team went to the regional tournament, the women's tennis team is going to the nationals, and the soccer team is number two in the nation.

Mr. Gallo also welcomed back Dr. Gindorf and extended a welcome to Mr. Shea and Dr. Schmidt. He reported on the upcoming election for stu-

dent trustee at Urbana. He said that there were two candidates and that results should be in on Tuesday, March 9. He said that a fee for the Metropolitan Transit District (MTD) bus service in Champaign and Urbana and on campus was being discussed, and that \$5.00 is recommended. He added that the approval of the SORF fee (for extra-curricular activities) was needed to renew this fee.

REGULAR AGENDA

Dr. Schmidt asked for time to discuss the recommended purchase of services from The Hunter Group that is in this agenda. He said that if the consultant plans to reduce staff significantly then he thought the quality of care would be compromised. He said that he wanted assurance that the approach of the consultant would be broad-based and sensitive. To this Mr. Scanlan of The Hunter Group responded that his firm would consider more than cost-cutting. He stated that reducing staff would not be the first approach, that his firm would look more at the revenue side of the budget than at the expense side.

Ms. Reese asked when the board might expect progress reports on the consultant's work. Mr. Scanlan said that 14 weeks is planned for the job and reports could be available every two to three weeks.

Mr. Plummer said that at each board meeting during the duration of the consultant's work the board would get an update report. He stressed that the consultant was to work on a strategic plan for the hospital and clinics.

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 4 through 8 inclusive. The recommendations were individually discussed but acted upon at one time.

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

Appointments to the Institute for the Humanities, Chicago

(4) The chancellor at Chicago, with the recommendation of the director for the Institute for the Humanities and with the concurrence of the dean of the College of Liberal Arts and Sciences, has recommended the following appointments of fellows in the Institute for the Humanities for the Academic Year 1999-2000, and for the program of research or study as indicated in each case.¹ Fellows are released from teaching and administrative duties, normally for a year, so they can devote full effort to their research.

JAMIE OWEN DANIEL (assistant professor of English), "Strategies of Detachment: Representing Class and Subjectivity in Modernist Fiction Between the Wars"

TODD D. DESTIGTER (assistant professor of English), "Intimate Publics: An Alternative School as Activist Community"

NICHOLAS HUGGETT (assistant professor of philosophy), "High Energy Metaphysics: Philosophical Implications of Contemporary Quantum Physics"

¹Faculty Fellows are chosen competitively by the Institute's Executive Committee through evaluation of research proposals.

- LAWRENCE H. KEELEY, (professor and acting chair of anthropology), "Other Frontiers: Non-Western Settlement Frontiers"¹
- EDWARD JURKOWITZ, (assistant professor of history), "Managing Theoretical Dispersion: Aspects of the Transition from Classical to Quantum Physics, 1870-1948"
- MI-KYOUNG LEE, (assistant professor of philosophy), "Protagoras and the Development of Early Greek Epistemology"
- JAMES J. SACK, (professor of history), "From Conservative to Unionist: Reaction and Orthodoxy in Britain, 1832-1895"
- MARIA MARGARITA SAONA, (assistant professor of Spanish, French, Italian, and Portuguese), "National Family Romances: Family and National Identity in Contemporary Latin American Novels"
- SYLVIA J. VATUK, (professor of anthropology), "Muslim Woman in the Religious and Civil Courts of India: 1798-1998"
- DAVID P. JORDAN, (professor of history), alternate, "Napoleon as Revolutionary"
- ELLEN M. MCCLURE, (assistant professor of Spanish, French, Italian, and Portuguese), alternate, " 'The King Is Not a Subject': Absolutism and Self-Representation under Louis XIV"

On motion of Mr. Lamont, these appointments were approved.

Executive Director for Governmental Relations

(5) I recommend the appointment of Richard M. Schoell, currently director for Federal relations and interim executive director for governmental relations, as executive director for governmental relations, effective March 4, 1999, on a twelve-month service basis at an annual salary of \$115,000. Mr. Schoell will continue to hold the title of director for Federal relations, non-salaried, on zero percent time.

Reporting to the president, the executive director will serve as a University officer directing the University Office of Governmental Relations, advising the president and chancellors on such issues, and developing, strategizing, and implementing the governmental relations efforts, encompassing local, county, State, and Federal issues.

This recommendation is made after consultation with the chancellors and the University Senates Conference. I am pleased to present this recommendation.

On motion of Mr. Lamont, this appointment was approved.

Appointments to the Faculty, Administrative/Professional Staff, and Intercollegiate Athletic Staff

(6) Positions in the University are classified in the following categories and are designated in the budget by the symbols indicated.

A—Indefinite tenure

B—Ten months' service paid over twelve months

K—Headship—As provided in the *Statutes*, the head of a department is appointed without specified term

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).

¹Declined appointment as fellow for 1998-99 and requested appointment as fellow for 1999-00 as noted in board item from March 12, 1998.

Appointments to the Faculty

According to State statute, the student trustee will not vote on those items marked with an asterisk.

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 and are now presented for your confirmation.

Chicago

- BARBARA DI EUGENIO, assistant professor of electrical engineering and computer science, beginning January 6, 1999 (N), at an annual salary of \$60,000.
- LORA V. GAULT, assistant information and services librarian and assistant professor, Library of the Health Sciences at Chicago, beginning February 1, 1999 (NY), at an annual salary of \$35,700.
- KENNETH L. MCCORMICK, professor of pediatrics, on 55 percent time, from December 2, 1998, through August 31, 2002 (QY55), and physician surgeon in pediatrics, on 45 percent time, beginning December 2, 1998 (NY45), College of Medicine at Peoria, at an annual salary of \$123,000.
- ANDREW DAVID MESECAR, assistant professor of medicinal chemistry in the Center for Pharmaceutical Biotechnology, beginning December 1, 1998 (N), at an annual salary of \$55,000.

Emeriti Appointments

- BENTLEY B. GILBERT, professor emeritus of history, May 21, 1997
- PETER d'A. JONES, professor emeritus of history, July 1, 1998

Urbana-Champaign

- RUTH AGUILERA VAQUES, assistant professor of business administration, on 75 percent time, and assistant professor, Institute of Labor and Industrial Relations, on 25 percent time, beginning January 19, 1999 (N75;N25), at an annual salary of \$75,000.
- JONATHAN EDWARD BEEVER, assistant professor of animal sciences, beginning January 6, 1999 (N), at an annual salary of \$55,000.
- KARIN A. DAHMEN, assistant professor of physics, beginning January 1, 1999 (N), at an annual salary of \$53,000.
- CHARLES FORBES GAMMIE, assistant professor of astronomy, on 50 percent time, and assistant professor of physics, on 50 percent time, beginning January 6, 1999 (N50;N50), at an annual salary of \$52,000.
- HOSAGRAHAR VISVESVARAYA JAGADISH, professor of computer science, from January 6, 1999, through August 20, 2002 (Q), at an annual salary of \$118,000.
- GLAUCIO HERMOGENES PAULINO, assistant professor of civil and environmental engineering, beginning December 21, 1998 (1), at an annual salary of \$65,000.
- MARK SHORT, assistant professor of theoretical and applied mechanics, beginning November 6, 1998 (2), at an annual salary of \$62,000.
- JULIA A. WALKER, assistant professor of English, beginning August 21, 1999 (1), at an annual salary of \$44,000.

Emeriti Appointments

- LEROY G. BIEHL, professor emeritus of veterinary pathobiology, February 1, 1999
- FLOYD A. GILES, professor emeritus of natural resources and environmental sciences, January 1, 1999
- DAVID W. PLATH, professor emeritus of anthropology, January 1, 1999
- JOHN C. SIEMENS, professor emeritus of agricultural engineering, January 1, 1999
- EDWARD W. VOSS, JR., professor emeritus of microbiology, January 1, 1999

Administrative/Professional Staff

- ALEXANDER S. GEHA, chief of service, University of Illinois Hospital and Clinics, Chicago, on zero percent time on a twelve-month service basis with an administrative increment of \$50,000, beginning December 1, 1998 (NY). Dr. Geha was also appointed as

physician surgeon in surgery, on 70 percent time, and visiting professor of surgery, on 30 percent time, College of Medicine at Chicago, beginning December 1, 1998 (NY70;NY30), at an annual salary of \$450,000, for a total annual salary of \$500,000.

MARTHA L. U. GILLETTE, head of the Department of Cell and Structural Biology, Urbana-Champaign, on zero percent time on an academic year service basis with an administrative increment of \$5,000, beginning March 5, 1999 (K). In addition, Dr. Gillette will receive an amount equal to two-ninths of her total academic year salary for two months' service during each summer of her appointment as head (\$22,222 for 1998-99). Dr. Gillette will continue to hold the rank of professor of cell and structural biology in the Department of Basic Sciences, College of Medicine at Urbana-Champaign, on indefinite tenure on an academic year service basis on 80 percent time, and will continue to hold the rank of professor in the Department of Cell and Structural Biology, College of Liberal Arts and Sciences, on indefinite tenure on an academic year service basis on 20 percent time (A80; A20), at an annual salary of \$95,000. She will also continue as professor of molecular and integrative physiology and as an institute affiliate in the Beckman Institute, both non-tenured on an academic year service basis on zero percent time (N;N), for a total annual salary of \$122,222.

JEFFREY A. TERSTRIEP, associate director, National Center for Supercomputing Applications, Urbana-Champaign, on 100 percent time, on a twelve-month service basis, beginning December 21, 1998 (NY), at an annual salary of \$90,000, plus an additional administrative increment of \$5,000 (NY), for a total annual salary of \$95,000.

DAVID J. WILLIAMS, director of the University Arboretum, Urbana-Champaign, on 50 percent time, on a twelve-month service basis, beginning December 21, 1998 (NY50), at an annual salary of \$45,934, plus an additional administrative increment of \$2,500 (NY). Dr. Williams will continue to hold the rank of professor of natural resources and environmental sciences, on indefinite tenure on a twelve-month service basis, on 50 percent time (AY50), at an annual salary of \$45,934, for a total annual salary of \$94,368.

On motion of Mr. Lamont, these appointments were confirmed.

Sabbatical Leaves of Absence, 1999-2000

(7) The chancellors at the Chicago, Springfield, and Urbana-Champaign campuses have recommended that the following members of the faculty be given sabbatical leaves of absence in accordance with the provisions of the University of Illinois *Statutes* and on the terms and for the periods indicated.

The programs of research and study for which leaves are requested have been examined on the respective campuses. The vice president for academic affairs has reviewed the applications for the leaves and recommends approval of 65 leaves for Chicago; 8 leaves for Springfield; and 138 leaves for Urbana-Champaign. (A list of those recommended has been filed with the secretary of the board for record.)

(For the record and to provide an annual compilation, in 1998-99, 72 leaves were taken at Chicago; 10 leaves were taken at Springfield; and 138 leaves were taken at Urbana-Champaign.)

I concur.

On motion of Mr. Lamont, these leaves were granted as recommended.

Eliminate the Bachelor of Science in Occupational Therapy; College of Health and Human Development Sciences, Chicago

(8) The chancellor at Chicago, with the advice of the Chicago Senate and the College of Health and Human Development Sciences, recommends the elimination of the Bachelor of Science in Occupational Therapy degree program and the placement of the professional occupational therapy courses within the existing Master of Science in Occupa-

tional Therapy. Enrollment in the Master of Science program will be expanded to accommodate students seeking certification in occupational therapy. Upper division courses will be enhanced and converted to graduate level courses.

Nationally, there has been an increasing move to the master's degree as the preferred route of entry to certification in occupational therapy. The American Occupational Therapy Association's Commission on Education recently noted that graduates must demonstrate an unprecedented level of advanced clinical reasoning for which post-baccalaureate education is required.

Thus, occupational therapists who do not have graduate education in this field will be disadvantaged. Of the occupational therapy programs recently created, the overwhelming majority offer professional master's degrees. In addition, a large number of existing baccalaureate programs are being converted to or replaced by master's degree programs.

No new State resources will be required to expand the master's program. The faculty and staff requirements will be met by existing faculty and staff who serve the baccalaureate program. Current students in the baccalaureate program will be allowed to complete their degrees.

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 pending further action by the Illinois Board of Higher Education.

On motion of Mr. Lamont, 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. 9 through 18 inclusive. The recommendations were individually discussed but acted upon at one time.

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

**Delegate Authority to Comptroller to Execute Intergovernmental
Cooperation Agreement between the University of Illinois
and Champaign County for Engineering Services
for Improvements to South Lincoln Avenue, Urbana**

(9) On November 19, 1998, the board authorized the comptroller to negotiate and execute the appropriate agreements for road improvements and vacation of streets at the Urbana campus. The total project costs, estimated to be approximately \$2,195,002, are to be distributed as follows: University of Illinois—\$580,584; City of Urbana—\$620,084; Champaign County—\$208,334; and IDOT—\$786,000. In addition to the project costs, there are engineering services in the amount of approximately \$150,000 for which the University is responsible.

Accordingly, the president of the University, with the concurrence of the appropriate University officers, recommends that the comptroller be delegated the authority to negotiate and execute an intergovernmental agreement with Champaign County for engineering services for road improvements to South Lincoln Avenue, Urbana.

The road improvements include: widen Lincoln Avenue from Hazelwood Drive south to Windsor Road, install left-turn lanes and improve traffic signals at the intersection of Lincoln Avenue and Windsor Road, and install street lights on Lincoln Avenue between Hazelwood Drive and Windsor Road.

Funds for this agreement are available in the institutional funds operating budget of the Urbana campus.

On motion of Ms. Reese, this recommendation was approved by the following vote: Aye, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Graven-

horst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Contract for Exterior Building Renovation, Maxwell Street Police Station, Chicago

(10) The president of the University, with the concurrence of the appropriate University officers, recommends the award of a contract for \$684,070 to R. Rudnick & Co., Wheeling, for exterior building renovation of the Maxwell Street Police Station at the Chicago campus. Competitive bidding procedures in accordance with the Illinois Procurement Act were followed; and the award is to the lowest responsible bidder on the basis of its base bid (\$647,320) plus acceptance of alternate #1 (\$36,750).¹

Due to the building's age (it was originally constructed in 1888), the brick façade, roof, and windows are in need of major repairs and restoration. The project consists of selectively removing parapet walls and rebuilding them with custom-made bricks; tuckpointing the entire building; removing existing roof and replacing it with built-up, insulated roofing; and removal, restoration, and reinstallation of selected windows.

Funds are available from State capital appropriations to the University for the south campus.

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, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Employment of Architect/Engineer for Remodeling Chicago Circle Center, Chicago

(11) The project consists of the development of a master plan concept and budget for the revitalization of the concourse and enclosure of the exterior east and west second floor patio areas. Concurrent with the development of a master design concept for the first floor concourse area, the contract calls for completion of construction documents for remodeling the existing Student Information Network Center (SINC). The design of these improvements will define the style and set the tone for the rest of the Chicago Circle Center (CCC) renovations because the concourse offers the primary access points to the building from the east and west. The enclosure of the patio areas above the concourse into atria will provide additional year-round useable space and accomplish other goals that would affect repairs and minimize future maintenance needs. Related to the redesign of the concourse is a plan to renovate the UIC Bookstore's lighting, retail, and service areas. There is also a need to provide for additional retail space in the west concourse.

As part of upgrading the current space in the northeast corner of the CCC concourse, there is a plan to heighten the visibility and broaden the function of the current SINC space. One aspect of this is to relocate the second floor building management office to the current SINC office space on the first floor. Thus, this location will become the primary information center for all events located in the CCC as well as for the rest of the campus.

In order for the project to proceed, it is necessary to employ an architect/ engineer to provide the required professional services. The selection of the architect/engineer for

¹Alternate #1—Excavation, tuckpointing, and waterproofing of foundation walls.

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

Accordingly, the president of the University, with the concurrence of the appropriate University officers, recommends that Harry Weese Associates, Chicago, be employed for the professional services required. The firm's fee for the master design concept and through construction documents for the SINC project, including reimbursables, is \$80,000.

Funds are available from the Restricted Funds Budget of Campus Auxiliary Services (Student Unions).

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

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Increase in Project Budget for Remodeling Daniels Residence Hall, Urbana

(12) This proposed remodeling of Daniels Residence Hall (115,000 gsf), constructed in 1961, will include converting the existing building into 159 single and 66 double rooms with private and semi-private bathrooms, for 291 students. The project will include upgrading the student rooms and bathrooms; replacing windows; adding air conditioning; modernizing the existing elevators; and developing public area space, computer labs, meeting rooms, and laundry space. When completed, Daniels Hall will provide a new, updated living environment for both upper-class undergraduate students and graduate students.

In January 1996, the board approved the employment of the architect/engineer for the proposed \$6.66 million project. Subsequently, a variety of factors have contributed to an increase in the project cost of approximately \$5.44 million. These factors include changes to the original program statement, scope, and quality upgrades.

Accordingly, the president of the University, with the concurrence of the appropriate university officers, recommends that the project budget be increased by \$5.44 million from \$6.66 million to \$12.1 million.

Funds for the project are available from Auxiliary Facilities System Bond Funds, Auxiliary Facilities System R&R Funds, and Housing Division Operating Funds.

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

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Employment of Architect/Engineer for Capital Development Board Project, Urbana

(13) The president of the University, with the concurrence of the appropriate University officers, recommends that the Board of Trustees request the Capital Development Board (CDB) to employ the architect/engineer as indicated below for a capital project for Fiscal

¹An interview committee consisting of S. DeBlaze (Office of Space Analysis and Allocation), M. DeLorenzo (Pavilion), M. Donovan (Facilities Management), M. Landek (Student Affairs), A. McMahon (Auxiliary Services), M. Poe (Campus Unions), and B. Appier, B. Black, and R. Giles (Chicago Capital Programs) interviewed the following firms: Harry Weese Associates, Chicago; RADA Architects, Ltd., Chicago (FBE); and Urban Design Group, Inc., Chicago. The committee recommends the firm of Harry Weese Associates, Chicago, as best meeting the criteria.

Year 1999 at the Urbana campus. The professional fees for the firm employed will be negotiated by the CDB in accordance with its procedures.

<i>Project</i>	<i>Project Budget</i>	<i>Professional Firm Recommended</i>
Armory classroom, Room 101 remodeling	\$650,200	Rettberg Gruber Architects, Champaign

Funds for the employment of the professional firm have been appropriated to the Capital Development Board for FY 1999.

The 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).¹

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

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Employment of Engineers for Professional Services, Urbana

(14) During the course of a fiscal year, there are a number of small capital improvement projects required. The University has determined that it is in its best interest to retain the services of engineering firms to be available to assist on these projects.

Accordingly, the president of the University, with the concurrence of the appropriate University officers, recommends the employment of the following firms to be employed as engineers through professional services contracts at the Urbana campus for the fiscal year ending June 30, 2000. Professional services will be on an as-needed basis. No individual project will exceed \$500,000. The University will have the option of extending the contracts for two additional one-year periods, subject to approval by the comptroller.

<i>Civil Engineering</i>	<i>Estimated Contract Value</i>
Clark Dietz, Inc., Champaign	\$100,000
<i>Electrical Engineering</i>	
Clark Dietz, Inc., Champaign	\$100,000
<i>Mechanical Engineering</i>	
Sebesta Blomberg & Associates, Champaign, and Clark Dietz, Inc., Champaign	\$200,000
<i>Power Plant Engineering</i>	
Doyen & Associates, Chicago, and Burns & McDonnell, Chicago	\$200,000
<i>Structural Engineering</i>	
Frauenhoffer & Associates, Champaign	\$100,000

Funds for each project will vary and may include State appropriated, institutional, or restricted funds available in the campus operating budget. It is also recommended that the comptroller be authorized to approve work orders under these contracts.

The firms' hourly rate schedules have been filed with the secretary of the board for record.

¹An interview committee consisting of H. Coleman (Operation and Maintenance) and S. Heschelshwerdt and R. Kehe (Project Planning and Facility Management) interviewed the following firms: Rettberg Gruber Architects, Champaign; BLDD Architects, Inc., Champaign; and Gorski Reifsteck Architects, Champaign.

The selection of the engineers for these projects 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, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Delegate Authority to Comptroller to Award Contracts for Remodeling Commerce West, Urbana

(15) This project proposes remodeling approximately 35,700 gsf in Commerce West to meet the current needs of the College of Commerce and Business Administration. A new public entry plaza will be provided on the west side as well as improvements to the public areas and the classrooms. The mechanical system will be replaced including new air handling units, grilles, and diffusers, repair of the temperature control, and replacement of the reheat coils. Electrical work will include new lighting, telecommunications, and fire alarm systems.

In order to meet the project construction schedule, it is essential that contracts for the project be awarded before the April 1999 meeting. Accordingly, the president of the University, with the concurrence of the appropriate University officers, recommends that the comptroller be delegated the authority to execute the necessary documents to award a contract to the lowest responsible bidder for each division, including any applicable

¹ *Civil Engineering:* An interview committee consisting of H. Coleman, G. Biehl, and G. Marietta (Operation and Maintenance Division) and K. Duff (Project Planning and Facility Management) evaluated the following consultants: Berns & Clancy, Urbana; CE Design, Ltd., Rolling Meadows; Clark Dietz, Inc., Champaign; Daily & Associates, Champaign; Donohue & Associates, Champaign; Epstein & Sons, Chicago; Farnsworth & Wylie, Bloomington; Hanson Engineers, Springfield; HDC Engineering, Champaign; Horner & Shifrin, Belleville; Landmark Engineering, East Moline; Martin Engineering, Springfield, MTA Consulting Engineers, Springfield; SDI Consultants, Oak Brook, Singh & Associates, Chicago; and Sodemann & Associates, Champaign. The committee recommends the firm of Clark Dietz, Inc., Champaign, as best meeting the criteria.

Electrical Engineering: An interview committee consisting of K. Erickson, B. Bowen, R. Fritz, and V. Tutich (Operation and Maintenance Division) evaluated the following consultants: BBA Engineering, Bloomington; Burtneck Engineering, Champaign; Clark Dietz, Inc., Champaign; Clark Engineers, Peoria; Epstein Engineers, Chicago; Eta Engineers, Champaign; GHR & Associates, Champaign; GKC/EME, Chicago; Henneman Raufaisen & Associates, Champaign; KM2 Design Group, Springfield; Knight Architects, Engineers, Planners, Chicago; Sebesta Blomberg & Associates, Champaign; and WMA Consulting Engineers, Chicago. The committee recommends the firm of Clark Dietz, Inc., Champaign, as best meeting the criteria.

Mechanical Engineering: An interview committee consisting of K. Reifsteck, D. Green, J. Prince, K. Ille, and J. Black (Operation and Maintenance Division) evaluated the following consultants: BBA Engineering, Bloomington; Clark Dietz, Inc., Champaign; Clark Engineers, Peoria; Doyen & Associates, Chicago; Epstein Engineers, Chicago; Eta Engineers, Champaign; GHR & Associates, Champaign; GKC/EME, Chicago; Henneman Raufaisen & Associates, Champaign; KM2 Design Group, Springfield; Knight Architects, Engineers, Planners, Chicago; Sebesta Blomberg & Associates, Champaign; and WMA Consulting Engineers, Chicago. The committee recommends the firms of Sebesta Blomberg & Associates, Champaign, and Clark Dietz, Inc., Champaign, as best meeting the criteria.

Power Plant Engineering: An interview committee consisting of D. Fortik, D. Dancey, D. Melton, K. Erickson, and K. Reifsteck (Operation and Maintenance Division) evaluated the following consultants: Brown Engineering Co., Des Moines, Iowa; Burns & McDonnell, Westmont; Clark Engineers, Peoria; Doyen & Associates, Chicago; GKC/EME, Chicago; Sebesta Blomberg & Associates, Champaign; and Stanley Consultants, Chicago. The committee recommends the firms of Doyen & Associates, Chicago, and Burns & McDonnell, Chicago, as best meeting the criteria.

Structural Engineering: An interview committee consisting of C. Wegel and G. Biehl (Operation and Maintenance Division) and S. Hesselschwerdt (Project Planning and Facility Management) evaluated the following consultants: Clark Engineers, Peoria; Daily & Associates, Champaign; Epstein & Sons, Chicago; ESCA Consultants, Urbana; Farnsworth & Wylie, Bloomington; Frauenhoffer & Associates, Champaign; Hanson Engineers, Springfield; MTA Consulting Engineers, Springfield; SDI Consultants, Oak Brook; and Soodan & Associates, Chicago. The committee recommends the firm of Frauenhoffer & Associates, Champaign, as best meeting the criteria.

alternates, provided the total of bids received does not exceed \$5,557,878. Competitive bidding procedures will be followed in accordance with the Illinois Procurement Code.

A report of the contracts awarded will be made at a subsequent meeting of the board.

Funds are available from gift funds and the institutional funds operating budget of the Urbana campus.

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

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Purchases

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

The purchases were presented in one category—purchases from institutional funds. The term designates funds received by the University under contracts with the United States government, private corporations, and other organizations; grants from foundations, corporations, and other donors; and University revolving funds authorized by law.

The total amount of these purchases from institutional funds was \$4,266,009.

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 Ms. Reese, the purchases recommended were authorized by the following vote: Aye, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Authorization for Settlement

(17) The university counsel recommends that the board approve settlement of *Sundvall v. Hartz, et al.* in the amount of \$400,000. The plaintiff, Pamela Sundvall, alleges that two surgical procedures that were performed on her mother, Rose Capone, during cardiac bypass surgery should not have been performed and that performing the additional procedures resulted in her mother's 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, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

Authorization for Settlement

(18) The university counsel recommends that the board approve settlement of the Angel Lehr claim in the amount of \$350,000. Claimants allege that University Family Practice physicians at Rockford used inappropriate techniques in the delivery of Angel Lehr, resulting in permanent nerve injury to Angel's right arm.

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, Mr. Engelbrecht, Mr. Gallo, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Ms. Reese, Dr. Schmidt, Mr. Shea; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Clark, Mr. Doyle; no, none.)

President's Report on Actions of the Senate

(19) The president presented the following report:

Establishment of Minor Areas of Study and an Area of Concentration in the College of Engineering, Chicago

The Chicago Senate, with the recommendation of the College of Engineering, has approved the establishment of minor areas of study in bioengineering, chemical engineering, civil engineering, computer engineering, computer science, electrical engineering, environmental engineering, industrial engineering, and mechanical engineering, and an area of concentration in international studies. The minors in engineering will require completion of 12 to 20 semester hours in regularly scheduled courses from the major engineering programs. In addition, students will be required to complete prerequisite courses in mathematics, science, and the engineering core. Students must earn a minimum grade point average of 3.00 (A=5.00) in courses for the minor.

The International Studies Concentration requires 18 to 21 semester hours of credit in foreign language and cultural studies courses related to a foreign country or a geographical area of the world outside of the United States.

Students must earn a minimum grade point average of 3.00 (A=5.00) for all courses taken in the International Studies Concentration and complete an academic or technical/industrial experience outside the U.S.

Engineering and technology are becoming interdisciplinary as the technological explosion continues worldwide. Currently, some engineering students take engineering courses outside their major to enhance and broaden their education. This practice is especially true with computer courses and in cases where undergraduate students are involved with research projects. This additional work carries no official recognition by the College of Engineering on the student's transcript. In order to acknowledge that achievement, the engineering faculty have identified a body of knowledge in each of the B.S. programs that constitutes a minor area of study in the fields. Completion of the prescribed courses and attainment of a 3.00 grade point average will result in the official designation of the minor on the student's transcript.

The scope of operations of many engineering companies is becoming more international each year. Those companies are placing a percentage of their engineers outside the United States. The purpose of the International Studies Concentration, therefore, is to meet the increasing demand by companies for engineering graduates who are prepared for living and working in a different culture.

This report was received for record.

Comptroller's Financial Report Quarter Ended December 31, 1998

(20) The comptroller presented his quarterly report as of December 31, 1998. 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, and terminations. A copy of the report is filed with the secretary.

ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD

Chair Gindorf called attention to the schedule of meetings for the next few months: April 14-15, Chicago; May 26-27, Urbana; July 7-8 (location to be determined). There is no meeting scheduled for June.

There being no further business, the board adjourned.

MICHELE M. THOMPSON
Secretary

JEFFREY GINDORF
Chair