

ANNUAL MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

January 17-18, 2001



This annual meeting of the Board of Trustees of the University of Illinois was held in Rooms B and C, Chicago Illini Union, Chicago campus, Chicago, Illinois on Wednesday and Thursday, January 17-18, 2001, beginning at 1:45 p.m. on January 17.¹

Chair William D. Engelbrecht called the meeting to order and introduced and welcomed Mr. Robert F. Vickrey, a new trustee, and read a short statement on the responsibilities of a trustee. The chair then 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, Dr. Kenneth D. Schmidt; Mr. Gerald W. Shea, Mr. Robert F. Vickrey. Gover-

¹Prior to the board convening the Committee on the University Hospital and Clinics met to receive a report on the Division for Specialized Care for Children (DSCC), a State-wide unit that reports to the vice chancellor for health affairs. Dr. Charles Onufer, the director, made the report (materials are filed with the secretary). Dr. Charles Rice, vice chancellor for health affairs, also reported on a plan to involve the College of Pharmacy with a retail pharmacy organization to provide for the pharmacy services of the college, and to offer internships for students, continuing education for pharmacists, and advanced clinical education. Dr. Rice next noted a report prepared for the Joint Committee on Accreditation of Health Organizations of all medical staff appointments and resignations, a responsibility delegated to his office by Board of Trustees' action in 1988. He then referred to the meeting of the Board of Trustees as the Sole Member of the UIHMO, Inc. (University of Illinois Health Maintenance Organization) that will follow this board meeting, and reminded the board of the plan to discontinue the UIHMO as soon as alternative health insurance is identified for UIC students.

nor George H. Ryan was absent. Mr. Arun K. Reddy, voting student trustee from the Chicago campus, was present. The following nonvoting student trustees were present: Mr. Neil Calderon, Springfield campus; Ms. Erin E. Glezen, Urbana-Champaign campus.

Also present were President James J. Stukel; Dr. Chester S. Gardner, acting vice president for academic affairs and vice president for economic development and corporate relations; Dr. Michael Aiken, chancellor, University of Illinois at Urbana-Champaign; Dr. Naomi B. Lynn, chancellor, University of Illinois at Springfield; Dr. Sylvia Manning, chancellor, University of Illinois at Chicago; and the officers of the board, Dr. Craig S. Bazzani, comptroller (and vice president for administration); Mr. Thomas R. Bearrows, university counsel; Mr. Lester H. McKeever, Jr., treasurer; and Dr. Michele M. Thompson, secretary. In addition, the following persons were also in attendance: Mr. Richard M. Schoell, 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, assistant secretary.

DISCUSSION OF ITEMS ON THE AGENDA AND OTHER MATTERS

At this time Dr. Bazzani asked that the regular agenda item (Employment of Architect/Engineer for Classroom/Office Building, Springfield [Capital Development Board Project]) be deferred until the next meeting of the board, scheduled for March 7-8, 2001. He explained that more discussion with the Capital Development Board was necessary, a fact that he had learned after the item was sent to the board. He said that this delay would not have an effect on scheduling construction of the building. The board then briefly discussed location of the building.

Dr. Bazzani then clarified the intent of agenda item no. 16 (Information Systems [UI-Integrate] Financing). He said that this refers to new information systems for business affairs, human resources, and student data. He added that in addition to these systems the University was able to negotiate records systems for the Alumni Association and the University of Illinois Foundation. He explained that these two additions would be separately financed. Mr. Engelbrecht then asked for an update on the developments related to UI-Integrate and Dr. Bazzani asked Dr. Richard A. Mendola, associate vice president for administrative information technology services, to speak to this. Dr. Mendola stated that the project was underway and that major equipment had been ordered. He also said that eight consultants from Accensure were working with staff involved with this project. He added that he was confident that the cost projections for this project were accurate. Dr. Bazzani noted that he and Dr. Chester Gardner, in his role as acting vice president for academic affairs, were providing the executive leadership for the project and that they planned to meet with the president of the SCT Corporation, the provider of the systems' designs, periodically. Further, he stated that he thought the University should be able to learn from other Big Ten institutions about initiation of such sys-

tems, since there was much experience among peer institutions in installing such systems.

On another topic, Mr. Lamont asked for more information on the facility condition audit required by the State, that is the basis for a report (agenda item no. 25). Mr. Robert K. Todd, associate vice president for administration and human resources, responded that the State legislature had requested data on the condition of facilities and the amount of deferred maintenance in the State universities. He stated that there were but two or three firms in the country able to undertake such a task, and that the firm recommended is well qualified.

Dr. Schmidt asked for more information about the process for the board to approve honorary degrees. Chancellor Aiken clarified this.

Mrs. Gravenhorst then asked Mr. Todd to provide more information on two capital projects. One was the new athletic practice facility at Urbana, that is intended for football practice as well as for other teams. He indicated that the facility was complete and in use. The other Mrs. Gravenhorst asked about was the construction schedule for the residence hall at Springfield. She asked if it would be ready for students in fall 2001. Mr. Todd replied that a sufficient amount of it would be complete and ready for occupancy.

Mr. Plummer asked Mr. Todd for an explanation of the cost difference for renovating the Engineering Science Building and the Metallurgy and Mining Building, both at Urbana. Mr. Todd stated that one building (Metallurgy and Mining) was to be renovated inside and outside, whereas the other was to receive outside renovation only.

REPORT ON THE SEARCH FOR A CHANCELLOR, URBANA

Professor Thomas Ulen, chair of the search committee for a chancellor at Urbana, summarized the activities of the committee since his last report to the board at the November 2000 meeting. He stated that the committee had met five times since then and that they had developed an advertisement and disseminated it widely, produced a brochure to circulate to prospects for the position (materials are filed with the secretary), and developed a website with information about the search. He also noted that the committee had met with 16 individuals from the Urbana campus and leaders in the Champaign-Urbana community. He stated that the committee was currently working on a list of criteria for the position and a list of the needs of the campus. He added that January 15, 2001, was the date by which applications and nominations were to be submitted, for full consideration. Professor Ulen said that the committee would soon begin to evaluate the candidates, and that they hoped to have a list of individuals they would recommend to the president by mid or late March 2001. He indicated that the pool of interested persons was quite impressive. The trustees then asked questions and discussed the vetting process for reviewing prospects for this position, and asked about efforts to persuade particularly well-qualified individuals to consider this position.

MOTION FOR EXECUTIVE SESSION

Chair Engelbrecht stated: "A motion is now in order to hold an executive session to consider employment matters, litigation, and to discuss minutes of meetings lawfully closed under the Open Meetings Act.

The motion was made by Mr. Shea and approved by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Mr. Reddy, Dr. Schmidt, Mr. Shea, Mr. Vickrey; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

EXECUTIVE SESSION

Employment Matters, Urbana

Chancellor Aiken reported to the board that the search for a dean of the College of Commerce and Business Administration had concluded, and he named the candidate to whom he had offered the position. He said that he was awaiting formal acceptance from the candidate. He also referred to an item in the agenda for this meeting to appoint an interim dean for this college, Professor Fred Neumann, and indicated that Professor Neumann had agreed to serve until the new dean arrived.

Chancellor Aiken then recommended a contract extension and a salary increase for Mr. Ron Turner, head football coach. The chancellor praised Coach Turner's encouragement of student athletes and his monitoring of their behavior. The chancellor suggested adding one year to Mr. Turner's contract and increasing the salary to \$750,000, the median among Big Ten football coaches. He said that he thought this would ensure that Mr. Turner would stay at the Urbana campus for the near future.

Discussion followed and the trustees recommended that the salary increase go forward and that further discussion be had regarding the contract extension. They asked the chancellor to bring an item on this matter for their approval to the next board meeting, March 7-8, 2001.

Chancellor Aiken next reported that Dr. Tony Waldrop, vice chancellor for research, had received an offer for a position at the University of Georgia and was considering whether this would be a good career move at this time. The board urged the chancellor to convey to Dr. Waldrop that they were very pleased with his work and hoped he would stay at Urbana.

Dr. Schmidt then asked if two staff members at Urbana, whom he named, were working in the best interests of the University, or if there was a conflict of interest concerning a development by these two of a program that resembled the University's Illinois VENTURES initiative. Dr. Gardner explained that there was not a conflict of interest, that the work of these two would probably stimulate economic development in the State, and that a critical mass of activity in this area was very important for overall success. Mr. Shea asked Dr. Gardner to convey to the two faculty members that the board had raised a question about their work in this area, and that he thought they should update their conflict of interest statements.

Litigation

Mr. Bearrows summarized settlement recommendations for three cases involving medical malpractice and the processes involved in these decisions. Further, he stated that no experts contacted would support the treatments administered. He also reported on jury verdicts in comparable cases, and stated that he based his recommendations for settlement on these. The recommendations follow:

Authorization for Settlement

(1) The university counsel recommends that the board approve settlement of *Depeder v. Nelson, et al.* in the amount of \$275,000. The plaintiff alleges surgical error that resulted in infection, necessitating additional surgery.

The vice president for administration 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 *Robinson v. Gelman, et al.* in the amount of \$2,500,000. The plaintiff alleges that the defendants failed to perform a cesarean section in a timely fashion and that, as a result, Brandon Spann was born with severe neurological injuries resulting in long-term damage and ultimately death.

The vice president for administration concurs.

I recommend approval.

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

Authorization for Settlement

(3) The university counsel recommends that the board approve settlement of *Scianna v. Waldman-Fusman, et al.* in the amount of \$225,000. The plaintiff alleges that University defendants negligently supervised Lena Scianna while she was a patient in the University of Illinois Hospital, thereby allowing her to fall from a wheelchair, and that the fall either caused or contributed to the hemorrhage that led to her death.

The vice president for administration concurs.

I recommend approval.

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

Mr. Bearrows also reported on the lawsuit brought against the board by *The News-Gazette* of Champaign-Urbana concerning the Open Meetings Act. He said that the judge dismissed Count I of the complaint as untimely. He also noted that the judge concluded that the board's motion to close a meeting for an executive session did not violate the Act but that more specificity would meet the Act's intent. He reported that the motion would be slightly re-worded to reflect only those exceptions to be invoked by the board. This change would be proposed to plaintiffs, and he opined that he thought the plaintiffs would accept this.

Employee Matters

The board asked whether any action was taken against several physicians who had medical malpractice suits brought against them. Chancellor Manning told the board that there is a Morbidity and Mortality Conference in the hospital that reviews malpractice cases and recommends action when necessary.

President Stukel noted that one of the three candidates for chancellor at Springfield, whom the board interviewed earlier in the month, had visited the campus and that the other two would visit soon. The president named all three candidates.

Report from Secretary

Disclosure of Executive Session Minutes Under Open Meetings Act

(4) 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 1998 through June 2000. All executive session items for the period July 1998 through May-June 2000 have been acted upon as whether to be released to the public or held in confidentiality. Attached are the remaining executive session items from the June 2000 special meeting of the board. These minutes are marked to indicate which items considered in executive session are recommended for continuing confidential status in order to protect the public interest or the privacy of an individual. (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 the indicated items retain confidential status at this time and that the president of the University be authorized to release those items when appropriate. It is further recommended that all other matters considered in executive session for June 2000 be made available to the public.

I concur.

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

EXECUTIVE SESSION ADJOURNED

There being no further business, the executive session adjourned.

BOARD MEETING RECESSED

The board recessed to reconvene at 8:30 a.m. the following day, Thursday, January 18, 2001.

BOARD MEETING, JANUARY 18, 2001

When the board reconvened in regular session at 8:45 a.m. for the annual meeting, the members of the board, officers of the board, and officers of the University as recorded as present on the previous day were present.

SPECIAL ORDER OF BUSINESS

Election of Officers

Chair of the Board

Mr. Engelbrecht asked for nominations for the office of chair. Thereupon, Dr. Schmidt nominated Mr. Shea and Mr. Plummer seconded the nomination. Mrs. Gravenhorst moved that nominations be closed.

By unanimous vote, Mr. Shea was elected chair of the board to serve until the next annual meeting of the board or until his successor shall have been elected.

At this time President Stukel thanked Mr. Engelbrecht for his impressive leadership of the board throughout the past year, and presented him a token of appreciation.

Mr. Shea took the chair. In accepting the office he said that he first wanted to echo the president's thanks to Mr. Engelbrecht, and to say that he appreciated his leadership during the past year and had enjoyed working with him on issues related to the development of agriculture at the University and in the State.

Mr. Shea then said that he wanted to thank all of his colleagues for their support and for entrusting him with the leadership of the board. He noted that they had all talked at length about what they wanted to accomplish for the University in the year ahead, and that he thought by working together they could achieve all this and more. He said that he would turn to his colleagues frequently in the year ahead, and that he would depend on each of them to help him and to advise him on how to address the many subjects that will come before the board. He asked them to call on him for whatever assistance they would need in carrying out their committee assignments and other tasks.

Mr. Shea also thanked President Stukel for his support and assured him that he would turn to him very often in the year ahead.

In closing he said that he considered it quite an honor to be chair of the board and that he would give great attention to the responsibilities of this position.

Executive Committee

Mr. Shea then asked for nominations for the Executive Committee.

Mr. Lamont nominated Dr. Schmidt and Dr. Gindorf nominated Mr. Lamont to serve as members of the Executive Committee, with the chair of the board serving as chair of the committee, ex officio.

On motion of Mr. Shea, the nominations were closed.

On motion of Dr. Gindorf and by unanimous vote, Mr. Lamont and Dr. Schmidt were declared elected members of the Executive Committee to serve until the next annual meeting of the board or until their successors shall have been elected.

Secretary, Comptroller, and University Counsel of the Board

In accord with the bylaws of the board, the president of the University had conveyed his advice to the board that the three incumbents be reelected: Craig S. Bazzani, comptroller of the board; Thomas R. Bearrows, university counsel; and Michele M. Thompson, secretary of the board.

On motion of Mr. Plummer, the nominations were closed.

On motion of Mrs. Gravenhorst and seconded by Mr. Engelbrecht, a unanimous ballot was so cast, and the incumbents—Dr. Bazzani, Mr. Bearrows, and Dr. Thompson—were declared elected comptroller, university counsel, and secretary of the board, respectively, to serve until the next annual meeting of the board or until their successors shall have been elected and qualified.

Treasurer of the Board

On motion of Dr. Gindorf and seconded by Dr. Schmidt, Mr. Lester H. McKeever, Jr., was reelected to serve as treasurer of the board for a two-year term in accordance with the statutory provision for a biennial term for treasurer. Mr. McKeever will serve until the annual meeting of 2003, or until his successor shall have been elected and qualified.

Treasurer's Bond

On motion of Mr. Lamont and seconded by Dr. Gindorf, the amount of the treasurer's bond was fixed at \$500,000.

On motion of Mr. Lamont, seconded by Dr. Gindorf, the Committee on Finance and Audit was instructed to see that the treasurer presents a satisfactory bond in the amount specified above, and to report the same to the board.

Authority to Accept Monies

On motion of Mr. Lamont and seconded by Dr. Gindorf, the following resolution was adopted:

Resolved that the treasurer of the Board of Trustees of the University of Illinois be, and hereby is, authorized to receive and receipt for all monies, and to endorse all orders, drafts, and checks due and payable to the Board of Trustees or to the University of Illinois, and especially all drafts drawn by the Treasurer of the United States payable to the Board of Trustees of the University of Illinois.

Delegation of Signatures

Dr. Gindorf offered the following resolutions and moved their adoption, and Mr. Plummer seconded this.

Resolved that the chair of the Board of Trustees is authorized to delegate to such individuals as he/she may designate from time to time authority to sign his/her name as chair of the Board of Trustees to vouchers presented to the state comptroller and authority to sign his/her name to warrants on the university treasurer covering vouchers approved in accordance with regulations approved by the board; and

Resolved further that the secretary of the Board of Trustees is authorized to delegate to such individuals as she may designate from time to time authority to sign her name as secretary of the Board of Trustees to vouchers presented to the state comptroller and to warrants on the university treasurer covering vouchers approved in accordance with regulations of the board. And be it further

Resolved that the state comptroller is hereby authorized and directed to honor vouchers bearing facsimile signatures of the chair and secretary of the Board of Trustees of the University of Illinois if such facsimile signatures resemble the facsimile specimens duly certified to or filed with the state comptroller by the secretary.

These authorizations are to continue in effect until the state comptroller has been supplied with specimen signatures of succeeding officers of this board.

On motion of Dr. Gindorf and seconded by Mr. Plummer, these resolutions were unanimously adopted.

ASSIGNMENT OF CHAIR, COMMITTEE ON ACADEMIC AFFAIRS

Chair Shea announced that Dr. Schmidt would be the chair of the Committee on Academic Affairs until the next annual meeting. (In the absence of the chair of the board, the chair of the Committee on Academic Affairs serves as chair *pro tem*.)

Mr. Shea assigned Erin E. Glezen and Arun K. Reddy as vice chairs of this committee.

ASSIGNMENT OF CHAIRS, BOARD OF TRUSTEES' STANDING COMMITTEES

Mr. Shea distributed a listing of these committees and the assignment of chairs. These are as follows.

Standing Committees

[All Board Members Serve on All Committees]

Academic Affairs

Kenneth D. Schmidt, M.D., chair
Erin E. Glezen, vice chair
Arun K. Reddy, vice chair

Athletics

William D. Engelbrecht, chair
Roger L. Plummer, vice chair

Buildings and Grounds

Thomas R. Lamont, chair
Martha R. O'Malley, vice chair

Finance and Audit

Jeffrey Gindorf, M.D., chair
Thomas R. Lamont, vice chair

Human Resources

Robert F. Vickrey, chair
Susan L. Gravenhorst, vice chair

Student Affairs

Susan L. Gravenhorst, chair
Neil J. Calderon, vice chair

Trusteeship

Martha R. O'Malley, chair
William D. Engelbrecht, vice chair

University Hospital and Clinics

Roger L. Plummer, chair
Robert F. Vickrey, vice chair

Representatives to External Boards

University of Illinois Foundation

Gerald W. Shea

Civil Service Merit Board

Susan L. Gravenhorst

Thomas R. Lamont

Robert F. Vickrey

University of Illinois Alumni Association

Martha R. O'Malley

Wolcott, Wood, & Taylor

Roger L. Plummer

MEMBERS TO REPLACE MR. SHEA ON BOARDS OF MANAGERS

(5) Chair Shea announced that he was resigning from the Boards of Managers of the Research Park, Urbana, and IllinoisVENTURES and that he recommended that Dr. Gindorf take his place on the Board of Managers of the Research Park, and that Mr. Plummer replace him on the Board of Managers of IllinoisVENTURES.

On motion of Dr. Schmidt, this was approved unanimously.

BOARD MEETING RECESSED FOR COMMITTEE MEETINGS

The board recessed for meetings of the board as a Committee of the Whole and the Committee on Finance and Audit.

MEETING OF THE BOARD AS A COMMITTEE OF THE WHOLE

(6) This meeting was for the purpose of presenting a major recommendation for an increase in tuition. Dr. Gardner made the main presentation (materials are filed with the secretary). He indicated that this presentation was for information, and that the time between this meeting and the March 2001 board meeting should provide sufficient time for the board members to ask questions of the administration about the recommendations and for adequate consultation with the students on the campuses. He began by describing the actual funding for higher education institutions in the State after the amounts appropriated for the State Universities Retirement System and for the Illinois Student Assistance Commission are removed from the total. He stated that more than one-half of the students at the University now pay less than the actual tuition and fees charged. He noted that 7.5 percent of the budget comes from funds paid by students. He compared tuition and fees charged among the institutions in the Big Ten and noted that the Urbana campus ranks fourth in the Big Ten on tuition and fees. In addition, he showed the board the percentages of students at each campus who currently pay little or nothing because they qualify for student assistance. At Chicago this percentage is 31.0 percent, at Urbana, 53.0 percent of the students pay full tuition and fees. He also reviewed the tuition and fees for Chicago and Urbana in comparison to their peers. Both ranked low in these comparisons.

Dr. Gardner described the plan to increase tuition at Urbana, which is the greatest. This would involve a 5.0 percent increase for continuing students through Fall 2001 and much larger increases for entering students beginning in Fall 2001. In Fall 2001 entering students would pay 18.4 percent more in tuition. In Fall 2002 entering students would pay 15.8 percent more, Fall 2003, 4.0 percent more, and Fall 2004, 4.0 percent more. He then reviewed tuition increases for all three campuses for Fall 2001. At Chicago returning undergraduates and graduates would pay 3.0 percent more. At Springfield the increase is calculated on a per credit hour basis and the increase would be 3.9 percent. At Urbana returning undergraduates and graduates would pay 5.0 percent more.

Following that, increases in student fees were discussed (materials are filed with the secretary). Each campus has a different array of fees, based on the particular needs of the students. Room and board and health insurance fees are common to all three campuses.

Dr. Gardner stressed that affordability for students was a basic premise for all of the considerations to recommend increases for tuition and fees. He noted that the Illinois Student Assistance Commission will be the source of financial aid for most students.

After Dr. Gardner's comments each of the campus provosts delineated how the new dollars from the tuition increases would be used at his/her respective campus.

Dr. Charlotte Tate, provost at Chicago, indicated that these new monies would be used to fund a new doctoral program in Physical Therapy; expand undergraduate course offerings; remodel classrooms; increase library holdings, and improve internet access to the library holdings; enhance student access to computer labs and technology; improve academic advising; improve student services; and create special learning communities for residential as well as commuter students.

Dr. Wayne Penn, provost at Springfield, told the board that the new monies would be used for a special MBA program located in Peoria and for the Capital Scholars Program.

Dr. Richard Herman, provost at Urbana, stated that the new resources would be used for student financial aid, a new student information system, faculty recruitment and retention, undergraduate curriculum enhancement (Freshman Discovery Program, living-learning communities, undergraduate research projects, general education, capstone courses and experiences, information technology and biotechnology courses, and study abroad), academic advising and career placement, educational technology programs and infrastructure, laboratory and classroom modernization, library services and collections, and graduate fellowships. Dr. Herman also cited the program enhancements planned for the accountancy programs.

At the conclusion of the presentations Mrs. Gravenhorst asked if the increases requested would bridge the gap between what the State provides and what is needed by the campuses. President Stukel answered that these recommendations are modest, because affordability is a major consideration. He said that concern for students and families was paramount, and he added that the University would also raise money for student aid.

Mr. Vickrey asked if the tuition increase for entering freshmen would create a public relations problem. President Stukel explained that public opinion had been tested, and that the press and legislature have indicated support, as long as the new monies are to be used for students (e.g., smaller classes, academic advising, libraries, remodeling classrooms).

Dr. Schmidt then asked why the decision on the increase in tuition and fees was to be delayed until the March 2001 meeting. President Stukel said that the time was to be used for student consultation and for the board members to raise their questions.

Dr. Schmidt then asked the student trustees if they would agree to a vote to approve the tuition and fee increases to be taken today. They agreed, provided that there was consultation with students regarding the allocation of funds. President Stukel made a commitment to this. Dr. Schmidt, as chair of the Committee on Academic Affairs, also said that he would commit to this. All of the board members agreed that the outcome would not change if more time were allowed for discussion.

Dr. Schmidt then made the motion to approve increases in tuition and fees (including the general fee, the service fee, the student-to student fee, the SEAL/SORF, and housing fees) as presented to the board, with the understanding that the chancellors would ensure communication and consultation with students on the programs and services to be provided with the additional revenue from the proposed tuition and fees increases.

The motion was approved by the following vote: Aye, Mr. Engelbrecht, Mr. Gindorf, Mrs. Gravenhorst, Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Mr. Reddy, Dr. Schmidt, Mr. Shea, Mr. Vickrey; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Calderon; no, Ms. Glezen.¹)

¹Mr. Shea announced that Ms. Glezen had asked to change her advisory vote on the matter of approving the tuition increase from a "yes" vote to a "no" vote. He asked the board if as a body they would give leave for Ms. Glezen to change her vote. After discussion the board agreed by consensus that this should be allowed. Mr. Shea then asked the secretary to change Ms. Glezen's vote on this motion.

After hearing the explanation of how the Monetary Award Program operates Dr. Schmidt suggested that the legislature and the deputy governor for education and workforce preparation be apprised of the disadvantageous effects of this for the public universities, due to the large amounts from this program that are awarded to private institutions in the State. Mr. Shea suggested that Dr. Schmidt, as chair of the Committee on Academic Affairs, and Mrs. Gravenhorst, as chair of the Committee on Student Affairs, might work with Mr. Lamont, who serves on the board of the IBHE representing senior public institutions, to bring this to the attention of the above mentioned individuals and others.

MEETING OF THE COMMITTEE ON FINANCE AND AUDIT

Mr. Lamont, chair of the committee, asked Dr. Bazzani to comment on material to be presented for this committee. Dr. Bazzani asked Mr. Michael B. Provenzano, senior associate vice president for business and financial services, to present the report (materials are filed with the secretary). Mr. Provenzano reviewed the University's annual financial report for the year ended June 30, 2000, and stated that it had been audited. He noted that the University is investing comparatively more revenue in the core functions of the institutions than other higher education institutions in the nation. He reminded the board that there are 3,500 institutions of higher education in the U.S. He also observed that in comparison to other Big Ten institutions, the debt to revenue ratio for the University is more conservative, and probably better.

Mr. Provenzano then asked Mr. Douglas E. Beckmann, assistant vice president for finance, and Mr. Dean A. Hagan, assistant director, University Office of Cash Management and Investments, to report on the investments of the University's operating funds (materials are filed with the secretary). They reported that the University currently has \$1.0 billion in assets. They said that the University of Illinois Foundation earned a positive return for the past year, and the University's endowment reported a negative return. They then explained a recommended revision of the investment policy with regard to awarding investment management service contracts (materials are filed with the secretary). This involves restructuring the University's operating funds investment program from a five-tier to a four-tier structure and revising the "Liquid Core" tier performance benchmark. An item for approval regarding this is in the agenda of this meeting. Mr. Hagan described the approach to management of investments, stressing that the program was risk averse and that changes are made periodically to accomplish this. He explained why Western Asset Management Company was chosen to manage the "Liquid Core." Mr. Beckmann then described another fund manager to the board that is a minority-owned firm and asked if they would be interested in contracting with this firm to manage approximately \$30.0 million of the investments. Mr. Lamont indicated that such a recommendation should be brought to the board at their next meeting in March 2001.

Dr. Bazzani told the board that all of the investments discussed were non-State funds.

Next, Mr. William Madden from Ennis, Knupp and Associates gave a performance summary for the University's investments (materials are filed with the secretary). He stated that the last quarter of 2000 was a negative one for investments, and that the last negative quarter before that was in 1990. He noted that bonds performed better than equities for this quarter.

Dr. Bazzani concluded using rolling averages for judging performance is a better measure of performance over time.

MEETING OF THE BOARD RESUMED

When the board reconvened in regular session, the members of the board, officers of the board, and officers of the University as recorded at the beginning of these minutes were present.

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

Reports from University Officers

President Stukel then asked Dr. Bazzani to comment on two management issues. Dr. Bazzani first told the board that the utility bills for the entire University were much greater than anticipated, and that they would doubtless exceed the budget for energy expenses this year. He said that the estimate for the year is \$5.0 million more than expected. He stated that if no relief is forthcoming from the State the University will need to cover the expense by deferring some maintenance on facilities. Second he mentioned the rising cost for liability insurance, due to litigation and particularly to increases in medical malpractice insurance. He said that the medical malpractice insurance was escalating rapidly and consuming funds in the medical service plan, Wolcott, Wood, and Taylor, that would otherwise be used for faculty salaries.

Next the president asked Chancellor Lynn to comment. She shared information on a grant from the Joyce and McArthur Foundations to study the feasibility of a major television station similar to C-Span that would report Illinois government meetings and sessions. She stated that this has been endorsed and will be included in this year's State budget. She said that this is envisioned as a University Related Organization, and a recommendation to establish this will be brought to the board for approval at a future meeting.

¹University Senates Conference: Ann C. Weller, deputy librarian, Library of the Health Sciences, and associate professor, University Library, Chicago campus; Chicago Senate: Elliot Kaufman, associate professor and interim head of molecular genetics, College of Medicine at Chicago; Urbana-Champaign Senate Council: Robert F. Rich, professor of law and political science; professor in the Institute of Government and Public Affairs; professor in the School of Public Health. There was no observer from the Springfield Senate.

Good News from the Campuses

President Stukel announced that Professor Annette Van Dyke from the Springfield campus, an associate professor of liberal studies, individual option, and women's studies, had been elected president of the National Women's Studies Association. He added that this association was founded in 1977 to further development of women's studies at every educational level, and that it represents over 7,000 members at over 600 institutions throughout the world.

Next he reported that Professor Carl Woese from the Urbana campus, a microbiologist whose identification of the archaea changed the way life is classified on Earth, is among 12 U.S. scientists and engineers named by President Clinton as winners of the National Medal of Science. The president then noted that the National Medal of Science was established by Congress 40 years ago to recognize those "deserving of special recognition for their outstanding contributions to knowledge." He noted that "this is an extremely high honor for Carl, who you may recall was the first recipient of the Stanley O. Ikenberry Endowed Chair four years ago." The president also stated that "Carl becomes the 11th University of Illinois faculty member to be so honored, and this ranks the University of Illinois eighth nationally and first among the Big Ten institutions among all institutions whose faculty have received this prestigious award. This is clearly a special recognition."

The chair indicated that he would send a congratulatory letter on behalf of the board to Professor Woese.

The president then told the board that Rudyard Sadleir, a senior in earth and environmental sciences and an Honors College member, is the first UIC student to have been awarded a Rhodes Scholarship.

The president said that Rudyard is a superb student with a grade point average of 4.84, nearly all A's. He went on to relate that he is a Goldwater Scholar, with numerous publications, including articles in *Science* magazine, and that he is a varsity rugby player, and a five-time Illinois speed skating champion. President Stukel said that Mr. Sadleir plans to pursue a Master's degree in paleobiology at Oxford as a part of the Rhodes Scholarship.

Next the president told the board of the receipt by the Chicago campus of a \$9.5 million grant from the National Institutes of Health to establish the UIC Medical Center as a designated General Clinical Research Center, one of only three in the State and 77 in the country. He said that the grant will fund core facilities and services for researchers engaged in clinical research, and that the designation recognized UIC as a premier center for human subject research. He noted that the only other NIH-designated General Clinical Research Centers in Illinois are at the University of Chicago and Northwestern University.

OLD BUSINESS

Mrs. Gravenhorst commented that in her opinion the UIC versus UIUC basketball game should be played at the UIC Pavilion in the future when

the game is in Chicago, and at the Assembly Hall on the Urbana campus when the game is played in Urbana. She said that this should save money, and she would like for the board to consider acting on this. Mr. Shea referred the matter to the Committee on Athletics.

Next Mrs. Gravenhorst referred to the death of a former trustee, Mr. William G. Karnes, and read the following resolution in honor of his contributions to the University.

Memorial Resolution to William G. Karnes

(7) The Board of Trustees records with sorrow the passing of William G. Karnes, on November 17, 2000. Mr. Karnes was appointed by Governor Ogilvie to serve in the role of trustee to fulfill an unexpired term in April 1972. He resigned in August 1972. His wisdom and renowned executive experience, particularly in his role as president of Beatrice Foods, benefited the University during this short time and later as he served in numerous other roles to strengthen the University.

Mr. Karnes' brief tenure as a trustee was but one aspect of his extraordinary service to the University of Illinois. He is remembered well for his singular leadership contributions to the University of Illinois Foundation as a member of that body from 1954 until his death, and as president from 1978 to 1982, the period in which the Foundation's first major campaign was launched.

His remarkable business career, highlighted by his efforts to utilize strategic mergers and acquisitions to build his company, Beatrice Foods, made him a major force in American business for several decades in the 20th Century. In 1975 he was named one of the country's top executives. Even in retirement he continued to advise corporations as counsel to the law firm of Kirkland & Ellis, assisting in matters such as executive compensation and corporate mergers. He left retirement in the early 1980's to become a director of International Harvester and chairman of their finance committee where he worked on three debt restructurings to help that company avoid bankruptcy.

By way of giving back to his undergraduate college, the College of Commerce and Business Administration at Urbana, Mr. Karnes served as a member and chairman of the Advisory Committee of that college for many years, assisting students, faculty, and deans in building curricular experiences adapted to the demands of contemporary commerce. He also served on numerous corporate boards of directors, the boards of other institutions of higher education, and helped guide several social and cultural organizations.

As president of the University of Illinois Foundation Board of Directors, he helped initiate the first of its major campaigns. The Campaign for Illinois was a stunning success and firmly established the idea that the University of Illinois should set high goals for fund-raising, comparable to major private universities.

In recognition of his outstanding achievements in American business and his innovations to strengthen the corporate model in this country, the Board of Trustees, with the advice of the Urbana-Champaign Senate awarded William Karnes an Honorary Doctorate of Humane Letters in 1997. The University of Illinois Alumni Association awarded him their Achievement Award in 1965. Today, this board recognizes our colleague once again for his remarkable professional achievements, and his innumerable contributions to the University of Illinois. We further direct that a suitable facsimile of this citation be prepared and presented to Mrs. Virginia K. Karnes.

On motion of Mrs. Gravenhorst, this resolution was adopted.

Mr. Engelbrecht then remarked on the recent death of Professor William Bryan who had been serving as interim dean of the College of Commerce and Business Administration until his death. He praised Professor Bryan's career as a research economist for the Federal Reserve Bank in St. Louis, past head of the Department of Finance in the College of Commerce and Business Administration at Urbana, dean of the Business School

at Loyola, and head of the MBA program at Urbana. Mr. Engelbrecht said that Professor Bryan had been an ideal interim dean of the College of Commerce and Business Administration and had kept things moving forward, even when very ill.

Mr. Engelbrecht added that he would miss him.

Mr. Lamont then referred to the lawsuit brought against the Board of Trustees by *The News-Gazette*, noted that it had been dismissed and asked that this be recorded. The board discussed writing a letter to the newspaper and left this in Dr. Gindorf's hands for a decision.

Next, Dr. Schmidt reported that since the last meeting of the board he attended a meeting of the Chicago Senate. He stated that they discussed the research park, graduate student teaching, and faculty issues of the future. He said that he plans to add other visits to senate meetings to his schedule for the next year.

NEW BUSINESS

Mr. Reddy apprised the board of the Office of Special Scholarships at the Chicago campus and praised Ms. Beth Powers, the director. He then distributed a brochure with information about this service office (on file with the secretary). He commended Ms. Powers and the office for contributing to improved morale and raising the expectations of students at Chicago.

REGULAR AGENDA

Mr. Plummer emphasized that the item related to tuition increases approved earlier included assurances given by the president and chancellors for consultation with the students on the campuses.

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. 8 through 15 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

(8) Each year the Center for Advanced Study awards appointments of associates in the center, providing one semester of release time for creative work. Associates are selected in an annual competition 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 2001-02 academic year, and offers a brief description of their projects:

JANE BLOCK, professor, Library Administration, *Neo-Impressionist Portraiture*

The project entails a book-length study dealing with Neo-Impressionist portraiture, an aspect of Neo-Impressionism that has been little studied and analyzed by scholars. The book focuses upon the corpus of seventy, primarily French and Belgian, portraits to reveal new insights into the movement, the practitioners of the style, as well as the artistic centers of production in Paris and Brussels at the fin-de-siècle.

****RICHARD D. BRAATZ**, associate professor, Department of Chemical Engineering, *Advances in Pharmaceutical Crystallization*

Novel sensor technologies are needed to understand and control the crystallization of pharmaceuticals. This project will create the state-of-the-art in particle size distribution measurement using laser backscattering and video microscopy.

STEVEN B. BRADLOW, associate professor, Department of Mathematics, *Augmented Holomorphic Bundles*

A monograph by this title, covering a new research area in mathematics, is planned in collaboration with one co-author. The book will be the first on a topic which has recently seen great progress but whose results have not yet been organized into a unified coherent framework, such as would be provided by the proposed volume.

YORAM BRESLER, professor, Department of Electrical and Computer Engineering, *Optimal Spatio-Temporal Sampling for Real-Time Magnetic Resonance Imaging*

Faster image acquisition in MRI is essential for diagnostically accurate imaging of dynamic phenomena such as the beating heart or functional activation in the brain. This research project capitalizes on our recent breakthroughs in signal sampling theory to develop new theory and algorithms for fast MRI, which can speed up acquisition by more than an order of magnitude, thus enabling, for the first time, high-resolution 3D real-time cardiac imaging.

ACHSAH GUIBBORY, professor, Department of English, *Imagined Identities: The Uses of Judaism in Seventeenth-Century England*

This project explores the 17th century preoccupation with defining English Christian identity and experiences in relation to Jewish history and Judaism. Tracing the emergence of a strong yet deeply ambivalent identification of England with Israel, Guibbory explores the cultural significance of this phenomenon and suggests its relevance for understanding Christian-Jewish relations in the 20th and 21st centuries.

JOHN B. KOGUT, professor, Department of Physics, *Quantum Chromodynamics in Extreme Environments*

Kogut has secured a contract with Cambridge University Press to write the first theoretical physics text on the subject of Quantum Chromodynamics in Extreme Environments, High Density, and High Temperature, a field that he pioneered. The purpose of his appointment is to allow time to focus on this task while remaining on campus, and to meet frequently with his co-author, M. A. Stephanov of the University of Illinois at Chicago.

HARRY LIEBERSOHN, professor, Department of History; Campus Honors Faculty, *Cosmopolitans: Travelers and Philosophers*

This book studies scientific travelers and their worldly testing of philosophers' cosmopolitan ideas. It relates how patrons at home and hosts in Polynesia confronted travelers with state, commercial, and cultural hindrances to global community, complicating though not completely disappointing their hopes.

ANIA LOOMBA, professor, Department of English, *Shakespeare, 'Race' and Colonialism*

This book discusses emergence of 'race' as a concept in sixteenth- and seventeenth-century Europe, especially England, and discusses its relationship to Shakespearean drama. By examining Shakespeare's plays as well as medieval and early modern writings on skin color, religion, gender, nation, and community, it shows how Shakespeare's theater contributes to, and is itself crafted from, changing vocabularies about social difference.

STANLEY MALOY, professor, Department of Microbiology, *Postgenomic Analysis of Membrane Protein Expression*

Overexpression of membrane proteins is often lethal in bacteria, limiting many potential applications in biotechnology. This project will use a combination of postgenomic approaches to determine why overexpression of membrane proteins is toxic in bacteria, and the resulting insights will be used to isolate bacteria that allow expression of high levels of membrane proteins.

****ERIC MICHELSEN**, associate professor, Department of Electrical and Computer Engineering, *Fast Kernels for Transient Electromagnetic in Material and Structural Media*

The purpose of this work is to develop fast computational schemes for evaluating transient electromagnetic fields generated by bandlimited sources residing in lossy, dispersive, diffusive, and layered environments. These schemes will be coupled to time domain integral equation solvers and applied to the analysis of very large-scale scattering, radiation, and propagation phenomena of engineering relevance.

CYNTHIA RADDING, associate professor, Department of History, *In the Shadow of the Empire: Ecology, History, and Culture in Two Colonial Frontiers, Northwestern Mexico and Eastern Bolivia (1750-1880)*

This comparative book-length study poses new questions for the themes of culture, colonialism, and the historical evolution of hybrid societies in two frontier regions of the Spanish and Portuguese American empires. It addresses some of the central theses espoused by scholars in the humanities and social sciences in reference to culture change in comparative colonial settings of the Americas, Asia, and Africa.

JONATHAN V. SWEEDLER, professor, Department of Chemistry, *From Invertebrates to Mammals: Following Intracellular Peptidergic Communication in the Mammalian CNS with Chemical and Spatial Specificity Using Mass Spectrometric Imaging*

Sweedler's research group has developed and applied a new suite of technologies for measuring neurotransmitters and neuropeptides in individual cells and cellular processes using several invertebrate model organisms. This project proposes to adapt several of these technologies to work with mammalian brain slices to probe the interaction of multiple neuropeptides in several partially characterized systems, including the rat suprachiasmatic nucleus.

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

I concur.

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

**Reappointments to the Advisory Board of the Division
of Specialized Care for Children (DSCC) in Springfield,
Office of the Vice Chancellor for Health Affairs, Chicago**

(9) In 1957, the Illinois General Assembly created an advisory board for the Division of Specialized Care for Children (DSCC) to advise the administrators of the University of Illinois DSCC. The Board of Trustees is charged with appointing members to this advisory board.

The chancellor at Chicago recommends the following reappointments to the DSCC Advisory Board for terms ending June 30, 2004:

JOHN R. FISK, M.D., orthopaedic surgeon; professor of surgery, Division of Orthopaedic and Rehabilitative Surgery, Southern Illinois University School of Medicine

GEORGE R. HONIG, M.D., Ph.D., physician surgeon, professor and head, Department of Pediatrics, University of Illinois at Chicago College of Medicine, and chief of pediatric services, University of Illinois Hospital and Clinics

The acting vice president for academic affairs concurs.
I recommend approval.

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

Honorary Degrees, Urbana

(10) The Senate of the Urbana-Champaign campus has recommended that honorary degrees be conferred on the following persons at the Commencement Exercises on May 14, 2001:

EkATERINA GENIEVA, director general, Library for Foreign Literature, Moscow, and Mortenson Distinguished Lecturer—the honorary degree of Doctor of Letters

Dr. Genieva's contributions to the dissemination of knowledge in Russia and her efforts to build and support open society in her country are monumental. She has contributed to the stabilization of Russian society and the preservation of Russian culture during a time of great transition. Since the fall of the Soviet Union, Dr. Genieva emerged as director of the most active library in Russia, and as a leader of cultural reform in the country. She is president of the Soros Foundation in Russia. Under her leadership it has distributed hundreds of millions of dollars to support science, education, the arts and culture, and civil society initiatives. She has served as first vice president of the International Federation of Library Associations and Institutions. Dr. Genieva has been instrumental in opening access to research resources for students and scholars from the University of Illinois and other institutions throughout the United States and the world. She has a strong University of Illinois connection through her collaboration with Professor Marianna Tax Choldin, director of the Mortenson Center for International Library Programs.

JUDITH HEUMANN, assistant secretary for the Office of Special Education and Rehabilitative Services, Department of Education—the honorary degree of Doctor of Public Administration

Ms. Heumann helped found several important disability organizations, including the World Institute on Disability and the Coalition of Citizens with Disabilities, and has worked to develop international linkages in disability research and advocacy. She pioneered modern legislation recognizing that the United States Constitution guarantees equality of access and opportunity to persons with disabilities. As legislative assistant to the chairperson of the Senate Committee on Labor and Public Welfare in 1974, she helped develop legislation that became the Individuals with Disabilities Education Act. President Clinton appointed her as a United States delegation member to the Fourth United Nations World Conference on Women in Beijing, China.

The chancellor concurs in the recommendation.
I recommend approval.

On motion of Dr. Gindorf, these degrees were authorized as recommended.

Interim Dean, College of Commerce and Business Administration, Urbana

(11) The chancellor at Urbana has recommended the appointment of Frederick L. Neumann, currently professor of accountancy, Price Waterhouse Auditing Professor of Accountancy, and associate dean for academic affairs, College of Commerce and Business Administration, University of Illinois at Urbana-Champaign, as interim dean of the College of Commerce and Business Administration, beginning December 21, 2000, on an academic year service basis at an annual salary of \$175,000 (based upon a previously negotiated retirement agreement of a nine-month salary that includes a base salary plus additional increment as Price Waterhouse Auditing Professor), and an annual administrative increment of \$36,000 on a twelve-month service basis, for a total salary of \$211,000.

Dr. Neumann will continue to hold the rank of professor of accountancy on indefinite tenure on an academic year service basis on zero percent time and will continue as Price Waterhouse Auditing Professor on zero percent time (non-tenured). He succeeds

Interim Dean William R. Bryan, who served from August 1, 2000, until his death on December 24, 2000. Dr. Neumann will continue to serve in the capacity of interim dean of the College of Commerce and Business Administration until a permanent dean is appointed.

This recommendation is made with the advice of the faculty and the Executive Committee of the college.

The acting vice president for academic affairs concurs.

I recommend approval.

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

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

(12) 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).

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

VIJAY K. GARG, professor of electrical engineering and computer science, from March 1, 2001, through August 31, 2004 (Q), at an annual salary of \$84,000.

BRADLEY GRAY, assistant professor, Division of Health Policy and Administration, School of Public Health, beginning September 1, 2000 (1), at an annual salary of \$70,000.

*THOMAS JOHN HOPE, associate professor of microbiology and immunology, College of Medicine at Chicago, beginning August 21, 2000 (A), at an annual salary of \$112,500.

TZUMIN LEE, assistant professor of basic sciences, College of Medicine at Urbana-Champaign, on 100 percent time, and assistant professor of cell and structural biology, College of Liberal Arts and Sciences, Urbana-Champaign, on zero percent time (non-salaried), beginning November 1, 2000 (N100;N), at an annual salary of \$56,250.

NAVEEN MANCHANDA, assistant professor of internal medicine, College of Medicine at Urbana-Champaign, beginning October 21, 2000 (1Y100), at an annual salary of \$75,808. In addition, Dr. Manchanda will be appointed as physician surgeon in internal medicine on zero percent time on a twelve-month service basis with an additional increment of \$18,952 for clinical services, for a total salary of \$94,760.

- AIMEE C. QUINN, assistant documents librarian and assistant professor, University Library, beginning October 2, 2000 (1Y), at an annual salary of \$48,500.
- FARHAD RAVANDI, assistant professor of medicine, on 51 percent time, and physician surgeon in medicine, on 49 percent time, College of Medicine at Chicago, beginning September 8, 2000 (1Y51;NY49), at an annual salary of \$100,000.
- BEN ZION ROITBERG, assistant professor of neurosurgery, on 51 percent time, and physician surgeon in neurosurgery, on 49 percent time, College of Medicine at Chicago, beginning October 4, 2000 (1Y51;NY49), at an annual salary of \$110,000.
- DAVID O. STOVALL, assistant professor, College of Education, beginning October 20, 2000 (1), at an annual salary of \$48,000.
- *MICHAEL D. TARANTINO, associate professor of pediatrics, on 51 percent time, and physician surgeon in pediatrics, on zero percent time (non-salaried), College of Medicine at Peoria, beginning January 22, 2001 (AY51;N), at an annual salary of \$60,000.
- NIKOLAS THEODORE, assistant professor, Urban Planning and Policy Program, beginning August 21, 2000 (1), at an annual salary of \$42,500. Dr. Theodore will continue as research director, Center for Urban Economic Development, on zero percent time on an academic year service basis with an administrative increment of \$2,500 (N), for a total salary of \$45,000.

Emeriti Appointments

- DALE R. EISENMANN, professor emeritus of oral biology, April 1, 2000
- RICHARD HUTCHINSON, professor emeritus of pharmacy practice, January 1, 2001
- LEO MILLER, professor emeritus of biological sciences, January 1, 2001
- STEVEN M. PINSKY, professor emeritus of radiology, College of Medicine at Chicago, March 1, 2000
- HERMAN POLET, professor emeritus of pathology, College of Medicine at Chicago, September 1, 1998
- THOMAS P. SATTLER, associate professor emeritus, School of Kinesiology, September 1, 1999
- RAM R. SHARMA, professor emeritus of physics, September 1, 2000
- JOSEPH P. STOKES, professor emeritus of psychology, January 1, 2001

Springfield

Emeriti Appointments

- LARRY R. SMITH, professor emeritus, Communication Program, January 1, 2001

Urbana-Champaign

- MICHEL BELLINI, assistant professor of cell and structural biology, beginning November 5, 2000 (N), at an annual salary of \$55,000.
- HUEY HING, assistant professor of cell and structural biology, beginning November 1, 2000 (N), at an annual salary of \$51,000.
- *ZIWEI HUANG, associate professor of biochemistry, beginning November 2, 2000 (A), at an annual salary of \$85,000.
- MARISSELLE MELENDEZ, associate professor of Spanish in the Department of Spanish, Italian, and Portuguese, from January 6, 2001, through August 21, 2004 (Q), at an annual salary of \$50,000.
- *JAMES H. MORRISSEY, professor of biochemistry, beginning October 23, 2000 (A), at an annual salary of \$95,000.
- ALEXANDRU ZAHARESCU, assistant professor of mathematics, beginning October 5, 2000 (2), at an annual salary of \$53,000.

Emeriti Appointments

- ARARAT BABAKHANIAN, associate professor emeritus of mathematics, August 21, 2000
- DAVID J. BRADENAS, associate professor emeritus, extension and outreach, College of Agricultural, Consumer and Environmental Sciences, January 1, 2001
- JOHN A. DUSSINGER, professor emeritus of English, May 21, 2001
- PETER FAGAN, professor emeritus of art, School of Art and Design, May 21, 2000

- IBRAHIM N. HAJJ, professor emeritus of electrical and computer engineering, October 1, 2000
- SUNG MO KANG, professor emeritus of electrical and computer engineering, January 1, 2001
- JOAN LARSEN KLEIN, associate professor emerita of English, May 21, 2001
- KARL R. KOENKE, associate professor emeritus of reading education in the Department of Curriculum and Instruction, August 21, 2000
- PRESTON L. RANSOM, professor emeritus of electrical and computer engineering, February 1, 2001
- FREDERICK A. RODGERS, professor emeritus of curriculum and instruction, August 21, 1998
- CHARLES W. SMITH, professor emeritus of veterinary clinical medicine, August 21, 2000

Administrative/Professional Staff

- *ALAN MARK DIAMOND, head of the Department of Human Nutrition and Dietetics, College of Health and Human Development Sciences, Chicago, on zero percent time on an academic year service basis with an administrative increment of \$4,100, beginning January 22, 2001 (K). In addition, Dr. Diamond will be promoted to the rank of professor of human nutrition and dietetics on indefinite tenure on an academic year service basis, on 100 percent time (A100), at an annual salary of \$130,000. Dr. Diamond will also hold the title of professor, Division of Nutritional Sciences, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, on zero percent time (non-tenured and non-salaried), for a total salary of \$134,100.
- ANDREW D. LEIPOLD, associate dean, College of Law, Urbana-Champaign, on zero percent time on an academic year service basis with an administrative increment of \$20,000, beginning January 21, 2001 (N). In addition, he will receive an amount equal to two-ninths of his total academic year salary for two months' service during each summer of his appointment as associate dean (\$30,222 for 2000-01). Mr. Leipold was appointed to serve as interim associate dean on zero percent time on an academic year service basis with an administrative increment of \$20,000 beginning December 21, 2000. He will continue to hold the rank of professor, College of Law, on indefinite tenure on an academic year service basis, on 100 percent time (A100), at an annual salary of \$116,000, for a total salary of \$166,222.
- VIRGINIA MARTINEZ, director of the International Center for Health Leadership Development, School of Public Health, Chicago, beginning January 22, 2001 (NY100), at an annual salary of \$101,980.
- DONALD E. RAGER, regional dean, College of Medicine at Peoria, from January 22, 2001, through January 21, 2004 (NY100), at an annual salary of \$206,000. Dr. Rager will continue as clinical associate professor of internal medicine, on zero percent time (non-salaried and non-tenured).
- MYRON B. SALAMON, associate dean and director of the Engineering Experiment Station, College of Engineering, Urbana-Champaign, on an academic year service basis beginning January 21, 2001 (N100), at an annual salary of \$124,200. In addition, Dr. Salamon will receive an amount equal to two-ninths of his academic year salary for two months' service during each summer of his appointment as associate dean (\$27,600 for 2000-01). Dr. Salamon was appointed to serve as interim associate dean and director of the Engineering Experiment Station in the College of Engineering under the same conditions and salary arrangement beginning December 21, 2000. He will continue to hold the rank of professor of physics on indefinite tenure on an academic year service basis on zero percent time (A) for a total salary of \$151,800.
- ROBERT CLIFFORD SMOLEN, associate dean for graduate and community education, College of Medicine at Peoria, beginning January 22, 2001 (NY100), at an annual salary of \$103,556. Dr. Smolen was appointed to serve as visiting associate dean for graduate and community education under the same conditions and salary arrangement beginning November 1, 2000. He will continue to hold the rank of associate profes-

sor of psychology in the Department of Psychiatry on indefinite tenure on a twelve-month service basis on zero percent time (AY), for a total salary of \$103,556.

*JOHN A. SWEENEY, director, Program for Neurocognitive Assessment and Brain Imaging, College of Medicine at Chicago, on zero percent time on a twelve-month service basis with an administrative increment of \$30,000, beginning September 1, 2001 (NY). In addition, Dr. Sweeney will be appointed to the rank of professor of psychiatry on indefinite tenure on a twelve-month service basis, on 100 percent time, beginning September 1, 2001 (AY100), at an annual salary of \$140,000, and as professor of psychology, College of Liberal Arts and Sciences, on zero percent time (non-tenured and non-salaried), for a total salary of \$170,000.

CAROL A. WESTBROOK, assistant to the director, Research Resources Center, on zero percent time on a twelve-month service basis with an administrative increment of \$20,000, beginning January 22, 2001 (NY). Dr. Westbrook will continue to hold the rank of professor of internal medicine on indefinite tenure on a twelve-month service basis, on 31 percent time, at an annual salary of \$43,875; she will continue to serve as director, Cancer Center Thematic Program, Cancer Center, on a twelve-month service basis, on 8 percent time, at an annual salary of \$10,000 and will continue to serve as physician surgeon in internal medicine, on 61 percent time, at an annual salary of \$80,920. In addition, she will continue as professor of genetics, on zero percent time (non-tenured and non-salaried), College of Medicine at Chicago (AY31;NY8;NY61;N), for a total salary of \$154,795.

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

Designate the Materials Science and Engineering Building, Urbana

(13) The chancellor at Urbana recommends that the Metallurgy and Mining Building be designated the Materials Science and Engineering Building. The change will more accurately communicate the disciplines now occupying the building and conveys to the outside world, our campus and colleagues, and our recruits that the department is a fully coherent, modern discipline.

The building was dedicated on November 27, 1909, as the Physics Building and served as such until 1965 when Loomis Hall was completed. At that time, faculty members from the metallurgy and mining disciplines were moved and the building name was changed to Metallurgy and Mining Building to reflect their department name. An engraving over the east door reads "Physics" and an engraving over the front door reads "Metallurgy and Mining." Those engravings will remain in place to honor the past service of the building and its departments.

The last of the mining faculty retired or moved many years ago, and the mining degree was eliminated. The Department of Materials Science and Engineering was formed when Metallurgy merged with Ceramics in 1989, and the building housed Materials Science and Engineering faculty members and programs. Over the last decade, major efforts have resulted in consolidation of the members of the department.

I concur.

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

Removal of Air-Supported Structure from the Auxiliary Facilities System, Urbana

(14) The chancellor at Urbana with the concurrence of the vice president for administration, recommends that the Board of Trustees approve the removal of the air-supported structure (the bubble) from the Auxiliary Facilities System and the transfer of the structure to the State of Illinois as surplus property in accordance with the Property Control Act.

In the fall of 1985, the air-supported structure was purchased to cover the Memorial Stadium football-playing surface. The acquisition of the bubble provided an indoor arena for intercollegiate athletic practice activities and campus recreation sports during the winter months. The purchase price was \$1.5 million and was originally paid for with the proceeds from a bond sale. The life expectancy of the bubble was eight to ten years when purchased. With yearly maintenance and care, it has served the campus for 15 years.

With the completion of the Irwin Indoor Practice Facility the University no longer has a need for the air-supported structure. The cost of storage for the structure makes it prohibitive to maintain within the University's inventory. Funds to pay for the transportation of the air-supported structure to Springfield will be from the operating budget of the Division of Intercollegiate Athletics.

I concur.

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

Revision of Investment Policy and Award of Investment Management Service Contract

(15) The vice president for administration with advice and counsel from the Office of Cash Management and Investments and the University's financial consultant, Ennis, Knupp and Associates, recommends:

1. Restructuring the University's Operating Funds Investment Program from a five-tier to a four-tier structure by eliminating the "Secondary Liquidity" tier. The recommended restructuring also includes revising the Liquid Core tier performance benchmark from "Lehman Brothers 1-3 Year Investment Grade Debt Index" to "Lehman Brothers 1-3 Year Government/Credit Index."
2. Awarding an investment management services contract to Western Asset Management Company (WAMCO) to manage the "Liquid Core" tier in the restructured Operating Funds Investment Program. The implementation of the WAMCO contract requires approval of the attached resolution. WAMCO will replace Brinson Partners.

The current Operating Funds Investment Program authorizes:

	<i>Investment Manager</i>	<i>Performance Benchmark</i>	<i>Est. Allocation (In % of Pool)</i>
Primary Liquidity Portfolio Maturity 0 to 1 Year	Commonfund, IPTIP, and bank sweep accts.	90-Day Treasury Bills	5-15%
Secondary Liquidity Portfolio Maturity 1/2 to 1 1/2 Years	Brinson Partners	Lehman Bros. 360-Day Treasury Bill Index	0-15%
Liquid Core Portfolio Maturity 1 to 3 Years	Brinson Partners	Lehman Bros. 1-3 Year Investment Grade Debt Index	30-40%
Core Portfolio Maturity 1 to 10 Years	Lincoln Capital Miller, Anderson	Lehman Bros. Intermediate Aggregate Bond Index	20-25%
Long-term Core Endowment Investments	Endowment Pool	Blended Endowment Pool Benchmark	20-25%

The recommended restructured Operating Funds Investment Program authorizes:

	<i>Investment Manager</i>	<i>Performance Benchmark</i>	<i>Est. Allocation (In % of Pool)</i>
Primary Liquidity Portfolio Maturity 0 to 1 Year	Commonfund, IPTIP, and bank sweep accts.	90-Day Treasury Bills	5-35%
Liquid Core Portfolio Maturity 1 to 3 Years	Western Asset Management Company	Lehman Bros. 1-3 year government/credit	30-40%
Core Portfolio Maturity 1 to 10 Years	Lincoln Capital Miller, Anderson	Lehman Bros. Intermediate Aggregate Bond Index	20-35%
Long-term Core Endowment Investments	Endowment Pool	Blended Endowment Pool Benchmark	15-25%

The award of an investment management services contract to WAMCO to manage the recommended “Liquid Core” tier is in accordance with the Request for Proposal and bidder evaluation procedures of the State of Illinois Procurement Code. WAMCO has an excellent investment performance record and a low fee schedule (i.e., the annual management fee is 15 basis points or \$255 thousand on an estimated \$170.0 million investment portfolio).
I concur.

Resolution

Be it Resolved, that the comptroller of the Board of Trustees of the University of Illinois is authorized to enter into agreements with Western Asset Management Company to provide investment management services.
Be It Further Resolved, that the comptroller is authorized from time to time to designate in writing to Western Asset Management Company those officers, employees, and other agents of the University of Illinois authorized to give written or verbal instructions on behalf of the University of Illinois.
Be It Further Resolved, that each of the foregoing resolutions shall continue in force until Western Asset Management Company has received written notice of its rescission or modification.

On motion of Dr. Gindorf, these recommendations were approved and the foregoing resolution was adopted.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 16 through 22 inclusive. The recommendations were individually discussed but acted upon at one time.
(The record of board action appears at the end of each item.)

Information Systems (UI-Integrate) Financing

(16) In October 1999, and June and July 2000, the board was presented with plans for a major, multi-phase effort to upgrade and replace the University’s administrative information systems, particularly those that support its business and financial operations, human resource and payroll functions, and student support activities. That effort previously referred to by the generic term Enterprise Resource Planning Systems (ERP) has been re-labeled for the University’s internal purposes as UI-Integrate.

In previous actions, the board approved contracts for three primary elements of UI-Integrate: (1) the integrated software underlying the new systems (SCT), (2) the database management systems (Oracle), and (3) an implementation partner (Andersen Consulting). Subsequently, an organizational structure and budget/accounting protocol to manage UI-Integrate has been developed and implemented and University staff is in the process of being appointed to the project.

In order to fully fund UI-Integrate through implementation of all major components in Fiscal Year 2005, a project budget of \$197.4 million has been established. (This is a modification of a \$193.0 million budget estimate presented to the board in July 2000.) It is projected that \$54.9 million of that amount can be provided from the annual operating budgets of the University in FY 2001-2005. The remaining \$142.5 million needed to support cash flow during that period will have to be funded via the issuance of Certificates of Participation (Certificates) and repaid in subsequent fiscal years. It is anticipated that annual payments of approximately \$17.5 million in FY 2006-2015 will be required to amortize the certificates, with partial payments in prior years funded through capitalized interest and internal funds.

It is proposed that these certificates be issued in one or more series over a period not exceeding five years in either a fixed rate and/or variable demand rate format through a vendor and trustee. The total amount of all series/forms of certificates to be issued necessary to fund UI-Integrate, costs of issuance and capitalized interest is not expected to exceed \$155.0 million. It is not expected that debt service reserves will be required; however, funds needed for any such reserves would require the issuance of additional certificates.

The intention is to issue the first certificates in late winter or early spring 2001. Following RFP selection procedures under the State's Procurement Code, Paine Webber Incorporated has been engaged as senior underwriter and Chapman and Cutler as bond counsel. John S. Vincent & Co., LLC will be the financial advisor under an extension of their prior contract. Final board approval of necessary documents and parameters of the issue will be required prior to such issuance. In order to proceed, the vice president for administration and comptroller and the university counsel recommend that the board approve:

1. A UI-Integrate project budget of \$197.4 million.
2. A series of Certificates issued over no more than 5 years in aggregate amounts not exceeding \$155.0 million.
3. Preparation of necessary documents, including a Preliminary Official Statement.
4. Application for bond ratings.
5. Negotiation with bond insurers and other credit enhancement and liquidity support providers, as needed.
6. Negotiation with the bond underwriter(s) to enter into an interest rate swap agreement in conjunction with the Series 2001 financing if such agreement is deemed in the financial interests of the University by the vice president for administration and comptroller.

I concur.

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

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

Lease of Space for Computing and Communications Services Office (CCSO), Urbana

(17) On November 9, 2000, the Board of Trustees authorized the termination of the lease of space to facilitate the relocation of NCSA to the South Research Park. Since that

time, it has been determined that some of the space to be vacated, specifically that at 2212 Fox Drive, Champaign, could provide very suitable facilities for the expanding needs of the Computing and Communications Services Office (CCSO) allowing considerable economies for space fit-up and networking infrastructure.

Accordingly, the chancellor at Urbana with the concurrence of the appropriate administrative officers, recommends, subject to the satisfactory resolution of final lease terms, compliance with the Illinois Procurement Code, and the availability of funds, that the termination of the existing lease of 11,333 sf of office space at 2212 Fox Drive, Champaign, be rescinded and that the comptroller be authorized to execute a lease amendment and extension agreement with the landlord, Par 3 Development, LLC. The lease would be amended and extended through December 31, 2005. The annual base rent through June 30, 2001, will continue at an annual rate of \$15.00/sf. It is contemplated that the annual base rental rate will be \$15.25/sf for the first annual period from July 1, 2001, to June 30, 2002, and will increase \$0.25/sf on July 1 of each year thereafter during the lease term. The lease may be terminated without penalty if funds are not available.

Funds for the current fiscal year are available in the institutional funds operating budget of CCSO. For the future fiscal years, funds will be included in the CCSO institutional funds operating budget authorization request to be submitted to the Board of Trustees. The lease is subject to the Board of Trustees approval of the budget.

I concur.

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

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

Purchases

(18) The president submitted, with his concurrence, two purchases—one recommended by a director of purchases and the vice president for administration and one purchase authorized by the president.

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 amounts of these purchases were:

From Institutional Funds

Authorized	\$3,407,077
Recommended	<u>769,675</u>
Grand Total	\$4,176,752

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. Shea stated that he wanted to inform the board and that he wanted the record to show that when the president polled the board before this meeting asking for authorization to make a purchase above the limit delegated to the administration for equipment related to the UI-Integrate project, from EMC Corporation, he had stated that he had holdings in this company. Mr. Lamont also stated that he had investments in this company.

On motion of Mrs. Gravenhorst, the purchase authorized by the president was confirmed, and the purchase recommended was authorized by the following vote: Aye, Mr. Engelbrecht, Dr. Gindorf, Mrs. Gravenhorst,

Mr. Lamont, Mrs. O'Malley, Mr. Plummer, Mr. Reddy, Dr. Schmidt, Mr. Shea, Mr. Vickrey; no, none; absent, Governor Ryan.

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

Authorization for Settlement

(19) The university counsel recommends that the board approve settlement of *Depeder v. Nelson, et al.* in the amount of \$275,000. The plaintiff alleges surgical error that resulted in infection, necessitating additional surgery.

The vice president for administration concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

Authorization for Settlement

(20) The university counsel recommends that the board approve settlement of *Robinson v. Gelman, et al.* in the amount of \$2,500,000. The plaintiff alleges that the defendants failed to perform a cesarean section in a timely fashion and that, as a result, Brandon Spann was born with severe neurological injuries resulting in long-term damage and ultimately death.

The vice president for administration concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

Authorization for Settlement

(21) The university counsel recommends that the board approve settlement of *Scianna v. Waldman-Fusman, et al.* in the amount of \$225,000. The plaintiff alleges that University defendants negligently supervised Lena Scianna while she was a patient in the University of Illinois Hospital, thereby allowing her to fall from a wheelchair, and that the fall either caused or contributed to the hemorrhage that led to her death.

The vice president for administration concurs.

I recommend approval.

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

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

Disclosure of Executive Session Minutes Under Open Meetings Act

(22) 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 1998 through June 2000. All executive session items for the period July 1998 through May-June 2000 have been acted upon as whether to be released to the public or held in confidentiality. Attached are the remaining executive session items from the June 2000 special meeting of the board. These minutes are marked to indicate which items considered in executive session are recommended for continuing confidential status in order to protect the public interest or the privacy of an individual. (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 the indicated items retain confidential status at this time and that the president of the University be authorized to release those items when appropriate. It is further recommended that all other matters considered in executive session for June 2000 be made available to the public.

I concur.

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

(The student advisory vote was: Aye, Mr. Calderon, Ms. Glezen; no, none.)

President's Report on Actions of the Senate, Urbana

(23) The president submitted the following report:

Establishment of the Minor in International Arts, College of Fine and Applied Arts, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Fine and Applied Arts to offer a new Minor in International Arts. This minor provides a comprehensive pattern of coursework for the study of other societies and cultures through the fine and applied arts. The approach to international study through the performing arts, the visual arts, and environmental design is an innovative and broadening means by which to study diverse cultural values, practices, and institutions. A total of 18 credit hours (usually six courses) is required, including 3 hours in an International Arts foundation course, 6-9 hours of coursework that deal with one distinct cultural region outside of North America, 3 hours of a capstone course, and 3-6 hours of elective coursework.

Establishment of the Minor in Technology and Management, College of Commerce and Business Administration, and College of Engineering, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Engineering and the College of Commerce and Business Administration to establish the Minor in Technology and Management. This minor is an undergraduate course of study in which undergraduates in these two colleges learn together in an integrated program without sacrificing disciplinary depth in their major fields of study. The minor requires 22 hours of coursework, 9 of which are outside the student's own college (engineering students

take 9 hours of business courses, business students take 9 hours of engineering courses), with the remaining 13 hours of coursework taken by engineering and business students together.

This report was received for record.

Report of Finance and Audit Committee on the Treasurer's Bond

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

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

This report was received and confirmed.

Report of Professional Services Award for University-Wide Facility Condition Audit

(25) The approximately \$2.7 million project will provide facility condition audit (FCA) services including software and a professional inspection at all three campuses. When completed, the University will have a current and accurate assessment of Capital Renewal Deferred Maintenance (CR/DM) funding needs and a means of tracking and reporting changes.

On July 20, 2000, the board delegated authority to the comptroller to execute the necessary documents to employ an architect/engineer for the facility condition audit services, including software and professional inspection services.

In accordance with the requirements and provisions of Public Act 87-673 (Architectural, Engineering, and Land Surveying Qualifications-Based Selection Act), the firm of Vanderweil Facility Advisors, LLC, Boston, Massachusetts, was employed for the University-wide Facility Condition Audit project.¹ The firm's fee is \$2,700,000, including reimbursables.

Funds are available from Institutional Support Funds.

This report was received and confirmed.

Capital Projects Status Report

(26) Mr. Robert K. Todd, associate vice president for administration and human resources, presented this report of active projects in excess of \$5.0 million. A copy has been filed with the secretary of the board.

This report was received for record.

Report of Capital Project Approvals Between Former and Current Board of Trustees Approval Levels

(27) Mr. Robert K. Todd, associate vice president for administration and human resources, presented this report. A copy has been filed with the secretary of the board.

This report was received for record.

¹A selection committee consisting of D. Barrows (UIS Physical Planning and Operations), C. Wegel, B. McKinney, T. Zimmer, J. Dempsey, and B. Hannah (UIUC Operation and Maintenance), J. Francis (UIUC Project Planning and Facility Management), M. Donovan (UIC Facilities Management), J. Foerster (UIC Capital Programs), S. DeBlaze and S. Tarnocki (UIC Facility Planning and Space Management), and C. Wise (University Office for Capital Programs) interviewed the following firms: 3D International, Inc., Houston, Texas; ISES Corporation, Stone Mountain, Georgia; and Vanderweil Facility Advisors, LLC, Boston, Massachusetts. The committee recommended the employment of Vanderweil Facility Advisors, LLC, Boston, Massachusetts, as best meeting the criteria, with the other two firms in ranking order of second, ISES Corporation, Stone Mountain, Georgia, and third, 3D International, Inc., Houston, Texas.

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.

DEGREES CONFERRED

The secretary presented for record the following list of degrees conferred on candidates at the Urbana-Champaign campus on January 15, 2001.

Summary

Graduate Degrees

Doctor of Education	2
Doctor of Musical Arts	4
Doctor of Philosophy	99
<i>Total, Doctors</i>	(105)
Master of Accounting Science	2
Master of Architecture	7
Master of Arts	35
Master of Business Administration	7
Master of Computer Science	20
Master of Education	50
Master of Human Resources and Industrial Relations	55
Master of Landscape Architecture	1
Master of Music	5
Master of Science	268
Master of Science in Public Health	2
Master of Social Work	61
<i>Total, Masters</i>	(513)
Advanced Certificate in Education	5
Certificate of Advanced Study in Library and Information Science	1
<i>Total, Certificates</i>	(6)
<i>Total, Graduate Degrees</i>	624

Professional Degrees

College of Law	
Juris Doctor	4
<i>Total, Professional Degrees</i>	4

Undergraduate Degrees

College of Agricultural, Consumer and Environmental Sciences	
Bachelor of Science	101
College of Applied Life Studies	
Bachelor of Science	63
College of Commerce and Business Administration	
Bachelor of Science	180
College of Communications	
Bachelor of Science	29
College of Education	
Bachelor of Science	14
College of Engineering	
Bachelor of Science	316

College of Fine and Applied Arts	
Bachelor of Arts in Urban Planning	7
Bachelor of Fine Arts	31
Bachelor of Landscape Architecture	3
Bachelor of Music	4
Bachelor of Music Education	32
Bachelor of Science	10
<i>Total, College of Fine and Applied Arts</i>	<i>(87)</i>
College of Liberal Arts and Sciences	
Bachelor of Arts	288
Bachelor of Science	226
<i>Total, College of Liberal Arts and Sciences</i>	<i>(514)</i>
<i>Total, Undergraduate Degrees</i>	<i>1,304</i>
<i>Total, Degrees Conferred January 15, 2001</i>	<i>1,932</i>

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 14, 2000</i>	
By Reciprocity	7
By Transfer of Examination Credit	<u>25</u>
<i>Total, Certificates Awarded January 14, 2000</i>	<i>32</i>
<i>Certificates Awarded February 11, 2000</i>	
By Passing Written Examination on November 3-4, 1999, in Illinois	907
By Reciprocity	21
By Transfer of Examination Credit	<u>29</u>
<i>Total, Certificates Awarded February 11, 2000</i>	<i>957</i>
<i>Certificates Awarded March 10, 2000</i>	
By Reciprocity	18
By Transfer of Examination Credit	<u>24</u>
<i>Total, Certificates Awarded March 10, 2000</i>	<i>42</i>
<i>Certificates Awarded April 7, 2000</i>	
By Reciprocity	86
By Transfer of Examination Credit	<u>39</u>
<i>Total, Certificates Awarded April 7, 2000</i>	<i>125</i>
<i>Certificates Awarded May 12, 2000</i>	
By Reciprocity	11
By Transfer of Examination Credit	<u>38</u>
<i>Total, Certificates Awarded May 12, 2000</i>	<i>49</i>
<i>Certificates Awarded June 12, 2000</i>	
By Reciprocity	106
By Transfer of Examination Credit	<u>30</u>
<i>Total, Certificates Awarded June 12, 2000</i>	<i>136</i>
<i>Certificates Awarded July 7, 2000</i>	
By Reciprocity	9
By Transfer of Examination Credit	<u>19</u>
<i>Total, Certificates Awarded July 7, 2000</i>	<i>28</i>

<i>Certificates Awarded July 31, 2000</i>	
By Passing Written Examination on May 3-4, 2000, in Illinois	895
<i>Certificates Awarded August 11, 2000</i>	
By Reciprocity	34
By Transfer of Examination Credit.	<u>36</u>
Total, Certificates Awarded August 11, 2000	70
<i>Certificates Awarded September 15, 2000</i>	
By Reciprocity	18
By Transfer of Examination Credit.	<u>31</u>
Total, Certificates Awarded September 15, 2000	49
<i>Certificates Awarded October 13, 2000</i>	
By Reciprocity	20
By Transfer of Examination Credit.	<u>42</u>
Total, Certificates Awarded October 13, 2000.	62
<i>Certificates Awarded November 17, 2000</i>	
By Reciprocity	23
By Transfer of Examination Credit.	<u>98</u>
Total, Certificates Awarded November 17, 2000	121
<i>Certificates Awarded December 8, 2000</i>	
By Reciprocity	21
By Transfer of Examination Credit.	<u>71</u>
Total, Certificates Awarded December 8, 2000.	92

**ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD
AND OTHER COMMENTS**

Dr. Schmidt requested that the March 2001 meeting of the board begin early on the first day. Mr. Vickrey commented on the professionalism of the presentations to the board at this meeting, and thanked the board for their professional courtesies to him.

Chair Shea called attention to the schedule of meetings for the next few months: March 7-8, Urbana; May 23-24, Springfield; July 11-12, Urbana. He noted that the meeting previously planned for April 11-12 would be canceled.

There being no further business, the board adjourned.

MICHELE M. THOMPSON

Secretary

GERALD W. SHEA

Chair

