

ANNUAL MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

January 20, 2005



This annual meeting of the Board of Trustees of the University of Illinois was held in Chicago Rooms B & C, Chicago Illini Union, Chicago campus, Chicago, Illinois, on Thursday, January 20, 2005, beginning at 8:40 a.m.

Chair Lawrence C. Eppley called the meeting to order and asked the secretary to call the roll. The following members of the board were present: Mr. Devon C. Bruce, Dr. Frances G. Carroll, Mr. Lawrence C. Eppley, Dr. Kenneth D. Schmidt, Mr. Niranjan S. Shah,<sup>1</sup> Mrs. Marjorie E. Sodemann, Mr. Robert Y. Sperling,<sup>2</sup> Mr. Robert F. Vickrey. Governor Rod Blagojevich was absent. Ms. Natalie A. Garcia, voting student trustee from the Chicago campus, was present. The following nonvoting student trustees were present: Mr. Matthew T. Diller, Urbana-Champaign campus; Mr. Andrew M. Hollingsead, Springfield campus.

**INTRODUCTION OF UNIVERSITY OFFICERS  
AND SENATE OBSERVERS<sup>3</sup>**

Mr. Eppley asked President Stukel to introduce the University officers and senate observers. President Stukel introduced the following: Dr. Sylvia Man-

<sup>1</sup>Mr. Shah joined the meeting at 8:55 a.m.

<sup>2</sup>Mr. Sperling joined the meeting at 8:50 a.m.

<sup>3</sup>Dr. Schmidt commented that the first meeting between the senate observers who attend board meetings and the chair of the Academic Affairs Committee, a plan announced at the November 11, 2004, meeting of the board, occurred the day before and was a successful experience for all. He said he looks forward to future meetings with the senate observers prior to each board meeting to discuss material related to the board meeting.

ning, chancellor, University of Illinois at Chicago; Dr. Richard D. Ringeisen, chancellor, University of Illinois at Springfield; Dr. Richard H. Herman, interim chancellor, University of Illinois at Urbana-Champaign; Dr. Chester S. Gardner, vice president for academic affairs; Dr. David L. Chicoine, vice president for technology and economic development; and the officers of the board, Mr. Stephen K. Rugg, comptroller (and vice president for administration); Mr. Thomas R. Bearrows, university counsel; Mr. Lester H. McKeever, Jr., treasurer; and Dr. Michele M. Thompson, secretary. The president also introduced: Mr. Richard M. Schoell, executive director for governmental relations; and Mr. Thomas P. Hardy, executive director for university relations. In addition, the following persons were also in attendance: Ms. Susan J. Sindelar, executive assistant to the president; and Ms. Marna K. Fuesting, assistant secretary. President Stukel then stated that the following persons were joining the meeting today: Gerald S. Strom, professor of political science, and secretary of the UIC Senate, representing the University Senates Conference; Elliot Kaufman, professor of biochemistry and molecular genetics, representing the Chicago Senate; Ardeshir Lohrasbi, associate professor of business affairs, representing the Springfield Senate; and Harry H. Hilton, professor emeritus of aerospace engineering and senior academic lead for computational structural/solid mechanics, representing the Urbana-Champaign Senate.

#### **APPROVAL OF AGENDA ITEM NO. 1**

Mr. Eppley stated that this was President Stukel's last meeting as president and lauded the president's tireless attention to presidential duties and the remarkable legacy he leaves as he retires. Mr. Eppley then read agenda item no. 1.

#### **Resolution for James J. Stukel**

(1) To: James J. Stukel

When James J. Stukel became the fifteenth president of the University in 1995 fulfilling the promise displayed many years before as graduate student and faculty member, he took the helm of the University at a time of ferment brought on by a need for broad sweeping change to position the University for future accomplishments. Always a leader, President Stukel's administrative journey has been characterized as one of choices that helped propel the University into new stages of excellence. First as associate dean in the College of Engineering at the Urbana campus, then as vice chancellor for research and dean of the Graduate College at the Chicago campus where he launched a first rate research support program for faculty and later as executive vice chancellor for academic affairs during which time he worked to advance the stature of the Chicago campus to chancellor at Chicago, James Stukel has orchestrated major changes that positioned the University to meet challenges both local and national with strength. A legacy for the Chicago campus of the Stukel years is the Great Cities Institute, dedicated to melding University research with needs of the urban environment.

From dealing with the pressure to provide modern administrative systems for the University to responding to demands for downsizing brought about by reduced State resources, he has always responded with the admonition to preserve quality in all the University undertakes. Though tensions and concerns loomed due to the need to accomplish more with less, President Stukel met these with calm reassurance and sensitive missives

sent regularly to faculty and staff to express appreciation and to give praise for great effort expended to maintain quality.

He led the University from the twentieth to the twenty-first century with vigor and with a determination that the University of Illinois would continue to be a leader in American public higher education, spurring innovations such as online courses and collaboration with government and industry for advancement of the value and values of the University. In Illinois he worked tirelessly to bring the University to the people of the State by creation of the *Illinois Connection* that included recruitment of hundreds of citizen volunteers that have been strong advocates for the University with both State and national legislatures, and with private groups.

Early in his tenure, responding to his driving goal for quality of the first order for the University he turned his attention to the creation and expansion of research parks at Chicago and Urbana to commercialize the technology and research products of the faculty. The creation of IllinoisVENTURES, LLC, to assist faculty with start-up firms for technology commercialization was an accomplishment that has not only helped many faculty but also aided the economic development of the State.

Never loosening his faculty ties, President Stukel has championed the concept of shared governance with faculty and earned the confidence of the faculty for his open and constant communication. Recognizing the need to recruit and retain the best faculty possible, he has struggled to improve compensation as well as teaching and research facilities for faculty by stressing the importance of the University to the State to legislators and governors as well as to other supporters.

For his dedicated stewardship and his leadership of the University in a crucial decade of its history the Board of Trustees hereby expresses its gratitude together with respect and affection. President Stukel's service has been one of distinction and true quality.

On motion of Mrs. Sodemann, the foregoing resolution was adopted.

#### **STATEMENT OF APPRECIATION TO DR. JEFFREY GINDORF**

Mr. Eppley then thanked Dr. Jeffrey Gindorf, who had just concluded 12 years as a trustee, and cited these as 12 years of dedicated and outstanding service to the board. He noted that two resolutions to Dr. Gindorf are in the agenda of today's meeting; agenda item no. 4 recognizes Dr. Gindorf's service and contributions as a member of the Board of Trustees, and agenda item no. 5 records with gratitude his service as a charter member of the Board of Managers of IllinoisVENTURES, LLC. Mr. Eppley said that these two resolutions would be conveyed to Dr. Gindorf with the board's deep appreciation.

Mr. Eppley continued with the following statement: "Dr. Gindorf served very ably as a trustee during some important times for the University, including two presidential searches, a few budget crises, and some difficult days for the University Hospital. Dr. Gindorf was a strong supporter of the hospital as a laboratory for students in the health sciences and served well as chair of the University Hospital Committee for several years. Dr. Gindorf will also be remembered for his leadership on committees responsible for the University's budget and its investments, as well as the Buildings and Grounds Committee. A graduate of the College of Engineering at Urbana and the College of Medicine at Chicago, Dr. Gindorf was an informed trustee who understood specific campus issues. He was also very knowledgeable of political forces affecting the University and was a devoted

admirer of the late Senator Stanley Weaver. Dr. Gindorf will be remembered for his dedication and unwavering loyalty to the University of Illinois. For this we are very grateful.”

#### **PUBLIC COMMENT**

In accord with the board procedures regarding comment from the public, Mr. Eppley announced that two individuals had applied to address the board and been approved. He said each would be given five minutes for remarks. He then asked Aileen M. Robinson to begin her comments.

Ms. Robinson stated that she was a homeowner in the University Village area near the Chicago campus and that both she and her neighbors had registered complaints about parking congestion and litter produced by students from UIC, to no avail. She explained that after waiting for a response from the campus regarding her complaints and those of her neighbors she and others decided to address the Board of Trustees and ask for a designated liaison from the campus who would work with neighbors living near the campus (material on file with the secretary).

Mr. Eppley then asked for Siobhan Beaver to speak. At that time, another person stating that she was representing Ms. Beaver, stepped forward and attempted to address the board. Mr. Eppley informed this individual that the board’s procedures did not allow for substitute speakers and suggested that Ms. Beaver write a letter to the board conveying her message.

#### **SPECIAL ORDER OF BUSINESS**

##### **Election of Officers**

###### **Chair of the Board**

Mr. Eppley called for nominations for chair of the board.

Dr. Carroll nominated Mr. Eppley, and Mr. Bruce seconded the nomination. Dr. Schmidt moved the nominations be closed, and, by unanimous ballot, Mr. Eppley was reelected chair of the board to serve until the next annual meeting of the board or until his successor shall have been elected.

###### **Executive Committee**

Mr. Eppley nominated Mr. Shah and Mr. Vickrey to serve as members of the Executive Committee, with the chair of the board as chairman *ex officio*.

Dr. Schmidt seconded the nominations, and by unanimous ballot, Mr. Shah and Mr. Vickrey were 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: Michele M. Thompson, secretary of the board; Stephen K. Rugg, comptroller of the board; and Thomas R. Bearrows, university counsel. Dr. Carroll

moved that a unanimous ballot be so cast, and the incumbents—Dr. Thompson, Mr. Rugg, and Mr. Bearrows—were elected secretary, comptroller, and university counsel of the board, respectively, to serve until the next annual meeting of the board or until their successors shall have been elected.

#### Treasurer of the Board

On motion of Mr. Vickrey, Mr. Lester H. McKeever, Jr., was reelected to serve as treasurer of the board for a two-year term. Mr. McKeever will serve until the annual meeting of 2007, or until his successor shall have been elected and qualified.

#### Treasurer's Bond

On motion of Mr. Vickrey, the amount of the treasurer's bond was fixed at \$500,000. It was reported to the board that the treasurer had presented a satisfactory bond as specified that would be effective through January 14, 2007.

#### Authority to Receive Moneys

Mr. Vickrey moved adoption of the following resolution:

*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 moneys, 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 or the University of Illinois.

The resolution was unanimously adopted.

#### Delegation of Signatures

On motion of Mr. Vickrey, the following resolution was unanimously adopted:

*Resolved* that the chair of the Board of Trustees is authorized to delegate to such individuals as he may designate from time to time authority to sign his name as chair of the Board of Trustees to vouchers presented to the state comptroller and authority to sign his 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.

**PRESENTATION AND DISCUSSION OF AGENDA ITEMS**

Mr. Eppley stated that items on the agenda for today's meeting would be presented by the university officer responsible for the item and discussed in order.

Agenda item no. 2, "Honorary Degrees, Urbana"—Interim Chancellor Herman spoke to this item and indicated that the individuals recommended for honorary degrees represented a high level of excellence in their fields and several have been associated with the Urbana campus.

Agenda item no. 3, "Appoint Member to the Board of Managers, Illinois VENTURES, LLC"—Vice President Chicoine described the membership in the Board of Managers as being comprised of two members of the Board of Trustees, the two vice chancellors for research from Chicago and Urbana, five members from the business community, one member nominated by the governor, and one member nominated by the president of the University. Dr. Chicoine explained that the member recommended today has been nominated by President Stukel and is Bill Tai, general partner at Charles River Ventures, Menlo Park, California. Dr. Chicoine noted that Mr. Tai had served on the Board of Managers of Illinois VENTURES, LLC, previously.

Agenda item no. 7, "Interim Provost and Vice Chancellor for Academic Affairs, Springfield"—Chancellor Ringeisen said that Dr. Harry J. Berman, a faculty member and administrator with a great deal of experience, was recommended for this position. He praised Dr. Berman's contributions to the campus and indicated that he was currently reviewing the graduate programs at the Springfield campus. Chancellor Ringeisen then introduced Dr. Berman to the board.

Agenda item no. 8, "Head Varsity Coach—Football, Urbana"—Interim Chancellor Herman said he was pleased to recommend Ronald A. Zook for this position. Mr. Sperling reminded all present that the funds for Mr. Zook's salary were from private sources, and that no State funds were utilized.

Agenda item no. 9, "Merge Departments of Community Health and Kinesiology, Urbana"—Dr. Herman reported extensive discussion with the faculty and the campus senate regarding this merger and stated that it was appropriate at this time.

Agenda item no. 10, "Eliminate Master of Arts in the Teaching of German, Urbana"—Dr. Herman stated that this program reflected an outmoded approach to language teaching and that the teaching of German would continue under different arrangements.

Agenda item no. 11, "Designate UIC Student Center East and UIC Student Center West, Chicago"—Dr. Manning told the board that these name changes, from Chicago Circle Center, and Chicago Illini Union, respectively, represent the desire of students and others on the campus to give these buildings clearer identification for the present and to include the term "student" in the names of the buildings. Ms. Garcia concurred.

Agenda item no. 12, "Designate African American Studies and Research Program, Urbana"—Dr. Herman said that this change recognizes current parlance in this field nationally.

Agenda item no. 13, "Tuition Rates, Academic Year 2006," and agenda item no. 14, "Tuition and Fee Increases, Cost Recovery, Off-Campus, On-Line, and Aviation Programs, Fiscal Year 2006"—Vice President Gardner presented an extensive explanation of the tuition recommendations for the coming year (materials on file with the secretary). The presentation and discussion included queries and comments about affordability and access to financial aid for those students for whom the new tuition would be a burden. Dr. Gardner gave assurance that provisions for financial aid were built into the recommendation. The students commented on the consultation process for the tuition recommendations and indicated that students throughout the University generally understood the need for increases to ensure quality. The board also asked if the tuition increases provided for adequate salary increases for the coming year. Dr. Gardner stated that a 3.0 percent increase in salaries was planned with greater increases to be provided by reallocation. Discussion followed on evaluation of faculty and staff. Further commentary was offered regarding a special program to raise funds for financial aid for students at the Urbana campus, known as the Illinois Promise. There was also discussion about reviews of the cost of operation and administration of the University, and reviews of external contracts for professional services.

President Stukel stated that quality requires resources and that the University in consideration of diminishing State support and the length of time required to generate private giving, must rely on tuition increases as a necessity. He added that financial aid for students with financial need is also needed. In addition, he said that the University cannot allow a diminishment of quality in its programs, and in order to avoid drifting into this the scope of the University's offerings must be reviewed with consideration of reduction in order to ensure quality in all programs. The board agreed that the range of the University's offerings should be considered.

The success of the faculty in attracting research funds was recognized as an expanding source of revenue and also noted as a restricted source of funds.

The board briefly discussed the budget request for Fiscal Year 2006 submitted to the IBHE that included the University's need for an increase of \$80.0 million, that had been reduced in the IBHE recommendation to the governor.

The board concluded that tuition increases would be needed for the future and that private giving must be increased in order to preserve quality in the University.

Agenda item no. 15, "Student Fees for Chicago, Springfield, and Urbana, Fiscal Year 2006," and agenda item no. 16, "Rate Changes for University-Operated Housing Facilities, Chicago, Springfield, and Urbana,

Fiscal Year 2006”—Vice President Rugg stated that these same recommendations had been presented to the board as a preliminary report at its meeting November 1, 2005, and that these fees were for an array of student services. He told the board that the student health fee would be presented to the board at its March 10, 2005, meeting. In addition he pointed out that a large percentage of the fees was to be directed to the student recreation centers on the three campuses and that the others reflected the rate of inflation. Mr. Rugg assured the board that extensive consultation with students had occurred.

Agenda item no. 17, “Certificates of Participation (College of Medicine Research Building Project) Series 2005”—Senior Associate Vice President for Business and Finance Douglas Beckmann told the board that this proposed bond issue was intended to provide revenue to complete the internal space in this facility, and that a taxable bond issue of \$20.6 million was recommended. Mr. Eppley added that since this issue is to be repaid by federally funded research grants it must be financed by taxable certificates of participation.

Agenda item no. 18, “Auxiliary Facilities System Revenue Bonds, Series 2005A and 2005B”—Mr. Beckmann briefed the board on this and reported that this issuance was intended for funding the second phase of several improvement projects. He stated that this would involve a major debt issuance and that the University’s debt rating was strong. He indicated that he would return at a later meeting with a recommendation to issue the revenue bonds. There was brief discussion about hiring attorneys for the bond issue, with approval from university counsel. The board also discussed how to obtain the most favorable rate that would provide a steady stream of funds, and mentioned a variable rate as a possibility.

Agenda item no. 19, “Authorization for Investment Manager (Western Asset Management Company)” —Mr. Beckmann recommended that Western Asset Management Company be approved as a fund manager to replace Morgan Stanley on the advice of the financial adviser, Ennis Knupp & Associates. Mr. Eppley stated that he was present for the interviews and approved of the selection of Western Asset Management. Mr. Beckmann told the board no minority management firms qualified for the final group of firms to be interviewed.

Agenda item no. 20, “Delegate Authority to Execute Annexation Agreement(s) for Land for the Research Park at the University of Illinois with the City of Champaign”—Vice President Chicoine stated that the board had discussed expansion of the boundaries of the University of Illinois Research Park, Urbana, at its meeting, November 11, 2004, and that this recommendation represented that.

Agenda item no. 21, “Approve Concept for Lease of University Land for Physicians Office Building, University of Illinois at Chicago College of Medicine at Peoria, Chicago”—Mr. Rugg summarized a proposal from a physicians group, most of whom hold faculty appointments at the College of Medicine at Peoria, to build a professional building on the campus at



Peoria. Mr. Rugg stated the administration supports this in order to provide greater interaction between faculty and students for the improvement of medical education and patient care. He also said the city of Peoria supports this as a means for strengthening the medical district in Peoria. Mr. Rugg stressed that the item asks the board to support the concept. He explained that the physicians group wanted to know if the board would be interested in a professional building on the campus at Peoria. He said that the physicians group's next step would be to develop a not-for-profit corporation, and that after that a lease arrangement would be presented to the board.

Agenda item no. 22, "Purchases"—Executive Assistant Vice President Michael Bass presented the recommendations for purchases and indicated that he had previously reviewed all with Trustee Shah, at Chair Eppley's request. There was brief discussion of these.

#### **REPORT FROM THE SENATE AT CHICAGO**

Professor Gerald S. Strom reported on activities of the senate at Chicago (material on file with the secretary). He stated that among the things the UIC Senate worked on this past year, participating with the board in the selection of a new president was a major undertaking. He mentioned that the senate had nominated members to serve on the Consultative Committee to Assist in the Selection of a President and that the members of the senate are very pleased with the result of the search process. Professor Strom next referred to a "freedom of speech" document the senate, working with the campus administration, considered and adopted for use in various situations and locations on campus.

He then stated that all three campus senates approved an Information Security Policy that is important for computer operations at the three campuses.

Professor Strom reported that the senate is engaged in a review of the conduct of research on animal and human subjects on campus with a report due in spring 2005. He stated that no problems had been discovered to date. Professor Strom then noted that the senate and the provost were currently discussing the formula by which funds from federal indirect research costs were distributed across campus. He also stated that the senate is considering the issue of multi-year contracts for nontenure track faculty and hoped to have a resolution to present to the University Senates Conference later in the year.

In closing he said that the senate had met with staff to discuss the upcoming capital campaign and governmental relations and with the provost to discuss the plan for the future of UIC as well as the impact of severe budget cuts over the last few years.

#### **MOTION FOR EXECUTIVE SESSION**

Chair Eppley stated: "A motion is now in order to hold an executive session to consider the following subject: pending, probable, or imminent litigation against, affecting, or on behalf of the University."

The motion was made by Dr. Schmidt and approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

**EXECUTIVE SESSION**

A CONTINUING NEED FOR  
CONFIDENTIALITY  
EXISTS FOR THIS SECTION.

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[REDACTED]

Mr. Bearrows stated that this case involved a hysterectomy performed on a patient at the UIC Hospital that resulted in a cut to the patient's intestine that required further surgery to repair this. He reported that the surgeons stated the problems developed after the surgery for the hysterectomy and that the surgery to perform repairs had to be delayed until advisable. Due to these factors the patient had an extended stay in the hospital. Mr. Bearrows stated that a trial date is set and that the physician involved, [REDACTED], is a strong witness. He added that settlement would be considered if the plaintiff, [REDACTED], presents a settlement offer of less than \$250,000.

**EXECUTIVE SESSION ADJOURNED**

There being no further business, the executive session adjourned and the board recessed for luncheon.<sup>1</sup> Following lunch, the board convened for a meeting of the Buildings and Grounds Committee.

**MEETING OF THE BUILDINGS AND GROUNDS COMMITTEE**

Mr. Shah, chair of the committee, asked Lyle Wachtel, associate vice president for facilities planning and programs, to present an information item, the master plan for Urbana. Mr. Wachtel emphasized the importance of master planning for the institution and noted that the Urbana campus has had a planning process in place since 1905. He said that the goal of the presentation today was to show what had happened in the past and to consider what is on the horizon for the next decade. He stated that a review of the land-use plan was undertaken and that Sasaki Associates had been employed to help with the next phase of the master plan. He stressed that the master plan is the Board of Trustees plan.

Interim Chancellor Herman commented and thanked Vice President Rugg, Mr. Wachtel, and Mr. John G. Dempsey at the Urbana campus. He said the consultation process had been general and that the plan is important to the campus and to the Champaign-Urbana community. Mr. Wachtel then spoke and thanked Mr. Mark Inglert from his staff for his contribution to the development of the plan that is to be presented.

Next, Mr. Joseph Hibbard from Sasaki Associates began a presentation of changes to the master plan for the Urbana campus. He noted that the current plan was developed between 1986 and 1988 and updated in 1996

<sup>1</sup>Guests at luncheon included: Messrs. Foght, Holtsberg, and Tokarz, several Chicago campus deans, and staff from the Offices of Technology Transfer.

for the academic core, then updated for the south campus in 2001 to include the area between St. Mary's Road and Windsor Road.

For the update report, Mr. Hibbard explained that the plan is divided into several parts. One of these involves a transportation study that aims to develop a University district with uniform standards and an emphasis on pedestrian movement.

Another area he described is the research park that will be developed to accommodate the State Surveys in the near future. He also stated that mixed uses are envisioned for the research park such as the addition of a hotel, a restaurant, and a child care center.

Also, there is an area for future development of athletic facilities such as an ice rink and an Olympic performance venue south of the Assembly Hall.

He noted that the Orchard Downs housing area was under study for different kinds of family housing, and that another possible site for family housing would be the current location of the University's golf course.

In addition, he described a campus storage facility planned for the intersection of Airport Road and Race Street that would be large enough to accommodate the Motor Pool and Central Stores.

Mr. Hibbard stated that another goal is to develop several commercial centers on campus and that a consultant had been engaged to review these possibilities. He also indicated that a further element of the master plan revision is improvement of campus landscaping by introducing better quality design and providing guidelines for landscaping.

Discussion with the trustees followed about the division of the space, and it was stressed that the areas set aside for academic facilities in earlier updates of the master plan had not been altered by the recent amendments to the plan. Also, the board asked about an interstate exchange for I-57 and Mr. Wachtel responded that this interchange, located at Curtis Road, was in the Illinois Department of Transportation's five-year plan. In addition, the board discussed the plan for developing various aspects of the master plan and members asked for ample notice time. Mr. Shah asked that each key element be identified and an explanation provided for why the particular location is recommended. Dr. Schmidt noted that the research park needs more space for development.

#### **BOARD MEETING RECONVENED**

At this time, the board reconvened in regular session. (Trustee Bruce was absent from this portion of the meeting but returned to the meeting at 1:55 p.m.)

#### **RESOLUTIONS PRESENTED TO MEMBERS OF ILLINOISVENTURES, LLC, BOARD OF MANAGERS**

Mr. Eppley introduced Messrs. James L. Foght, Warren E. Holtsberg, and Michael T. Tokarz and presented them copies of resolutions approved by

the board at an earlier meeting thanking these members of the Board of Managers for their contributions to this organization that they helped to define and launch. President Stukel then presented each of the three with a memento to mark his service and thanked all three for their leadership and support of IllinoisVENTURES, LLC. Mr. Foght spoke on behalf of the three and stated that it was exciting for the Board of Managers to see so many new technologies emanating from the University and noted that these research products will lead to dynamic economic growth for the State.

Vice President Chicoine then introduced the staff within the University that helps with the University's mission to increase economic development. He thanked each for his/her assistance.

#### **BUSINESS PRESENTED BY THE PRESIDENT OF THE UNIVERSITY**

President Stukel introduced Professor James D. Anderson, chair of the Search Committee for a Chancellor at Urbana, to make a report of the committee's work (material on file with the secretary).

Professor Anderson summarized the search process to date and mentioned that the committee had met three times since the last board meeting, had established a web page for the search, developed a brochure for distribution to the candidates, met with President Designate White to discuss the schedule, and agreed on procedures, meetings, and a timeline to conclude the search by late March or early April.

#### **REPORT FROM THE UNIVERSITY OF ILLINOIS ALUMNI ASSOCIATION**

Mr. Eppley invited Mr. Loren Taylor, president and chief executive officer of the University of Illinois Alumni Association, to report on activities of that organization for the last year (materials on file with the secretary).

Mr. Taylor thanked Mr. Eppley and Mr. Bruce for their assistance to the Alumni Association and commented that one of the things that pleased the board of the Alumni Association was the opportunity to work with the Consultative Committee to Assist in the Selection of a President. He also gave praise to President Stukel for his contributions during his tenure as president and announced that the Alumni Association's Achievement Award would be presented to President Stukel at commencement in Urbana in May.

Mr. Taylor reported that there are 500,000 members of the Alumni Association and 83,000 Life Members. He said that this holds great potential for donors to the University, as most donors are alumni.

Among other matters he noted that the construction of an Alumni Center in Urbana is on schedule. He also stated that there is to be a celebration of the 40th anniversary of the east campus at Chicago, with City Partner Awards to be presented to several alumni of the Chicago campus.

### STUDENT TRUSTEES REPORTS

Ms. Garcia, Mr. Diller, and Mr. Hollingshead all thanked the several administrators who had been helpful to the students over the last several weeks in explaining the tuition recommendation that is on the agenda of today's meeting.

### AGENDA

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

By consensus, the board agreed that one vote would be taken and considered the vote on each agenda item nos. 2 through 16 inclusive. The recommendations were individually discussed but acted upon at one time.

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

### Honorary Degrees, Urbana

(2) The senate of the Urbana-Champaign campus has recommended that honorary degrees be conferred on the following persons at the Commencement Exercises on May 15, 2005:

ARCHIE CLEMINS, admiral, U.S. Navy (retired) and president, Caribou Technologies, Inc., and co-owner of TableRock International—the honorary degree of Doctor of Engineering.

Archie Clemins, a University of Illinois alumnus, served a distinguished career as a Navy Officer and rose to the highest level of four-star admiral in the United States Navy. When he left the service in 1999, he was commander of the U.S. Pacific Fleet. He led the transformational effort that enabled the Navy to become the world leader in information technology. His international consulting firms concentrate on the transition of commercial technology to the government sectors in the United States and Asia. He serves on the Idaho State Science and Technology Advisory Board and is a member of the Governor's 2020 Task Force. He is also vice chairman of Advanced Electron Beams Inc., and vice chairman of Positron Systems.

HANKE GRATTEAU, associate managing editor, *Chicago Tribune*—the honorary degree of Doctor of Letters.

Ms. Gratteau is well known for her investigative reporting and has for the past two decades been involved in almost every investigation the *Chicago Tribune* has undertaken including its most recent investigation of the state's death sentencing. She has played a critical role in the development and shaping of investigative and public-service projects at the *Tribune*. She served as columnist Mike Royko's first assistant or "legman" at three newspapers. She became a columnist herself, sharing authorship of the "INC" column in the *Tribune*. She edited the investigative project, "Gateway to Gridlock," an examination of congestion in the nation's commercial air travel system which won the 2001 Pulitzer Prize for explanatory journalism.

JOHN CORNELIUS HOUBOLT, chief aeronautical scientist (retired), NASA Langley Research Center—the honorary degree of Doctor of Engineering.

Dr. Houbolt, a University of Illinois alumnus, is best known for developing and promoting the lunar-orbit rendezvous (LOR) concept that enabled Apollo 11 to achieve the nation's first lunar landing mission. His research in the Dynamic Loads Division of the National Advisory Committee for Aeronautics Langley Laboratory led to greater understanding of the effects of gust loadings on aircraft structures which greatly enhanced the efficiency and safety of modern aircraft structures. Dr. Houbolt is a member of the National Academy of Engineering and the recipient of the following awards: 2000 Spirit of St. Louis Medal (American Society of Mechanical Engineering), Space Act Award,

AIAA Dryden Research Lecture Award, and the Structures, Structural Dynamics and Materials Award (American Institute of Aeronautics and Astronautics).

JOHN W. HUTCHINSON, professor of applied mechanics, Harvard University—the honorary degree of Doctor of Engineering.

Dr. Hutchinson's scholarly work in three different branches of mechanics of solids had contributed to shaping this field of research for a generation. During the past 40 years, he has brought the discipline of mechanics to materials science and transformed the way many problems in materials science are addressed. Dr. Houbolt was a key player in the development of the field of interface fracture, wherein cracks form at the interfaces between different materials. He is a member of the National Academy of Sciences, the National Academy of Engineering, and the American Academy of Arts and Sciences.

JUDITH KRUG, director, Office for Intellectual Freedom of the American Library Association—the honorary degree of Doctor of Humane Letters.

Ms. Krug has served as director of the Office for Intellectual Freedom of the American Library Association since 1968. She was instrumental in the development of the "Banned Books Week," an annual celebration of the rights of individuals to choose their own reading materials. She advises both librarians and library trustees concerning challenges that have been made to a variety of reading materials, and is frequently called upon to testify and speak on topics related to intellectual freedom, Internet filtering, and the effects of the U.S. Patriot Act on libraries and bookstores and the dissemination of information. Among the awards bestowed upon Ms. Krug are: the Intellectual Freedom Award from the Illinois Library Association, the Open Book Award from the Minnesota Civil Liberties Union, the Carl Sandburg Freedom to Read Award from the Chicago Public Library, and the Joseph W. Lippincott Award from the American Library Association.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The interim chancellor at Urbana concurs in the recommendation.

The president of the University recommends approval.

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

#### **Appoint Member to the Board of Managers, IllinoisVENTURES, LLC**

(3) At the Board of Trustees meeting of April 13, 2000, the board authorized formation of the IllinoisVENTURES, LLC (LLC), a limited liability company which is intended to promote the development of new companies commercializing University technologies through such activities as assisting the companies in obtaining seed and venture capital fund, recruiting, management talent, developing business plans, and obtaining necessary business services, to help these companies succeed. The LLC has a nine member Board of Managers, appointed by the Board of Trustees, consisting of two members of the Board of Trustees, the vice chancellors for research at the Urbana-Champaign and Chicago campuses, and five business and industry leaders, of which one member is nominated by the governor, and one nominated by the president of the University. The president has nominated Bill Tai, general partner at Charles River Ventures, Menlo Park, California, be appointed to the Board of Managers.

The vice president for technology and economic development, in consultation with members of the Board of Managers, recommends that Bill Tai be appointed as a member of the Board of Managers of IllinoisVENTURES, LLC.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

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

**Resolution for Jeffrey Gindorf, M.D.**

(4) To: Jeffrey Gindorf, M.D.

For 12 years you have served as a trustee and you have met the expectations of many familiar with your work as an undergraduate and professional student at the University. You have distinguished yourself as a well-informed trustee through investing extraordinary amounts of time in understanding issues. Early in your tenure you exhibited dedication to the missions and the needs of the University Hospital and gained respect for your support and understanding of this important facet of our complex University. Later your interests broadened to match the comprehensiveness of the University and its needs, reflecting the breadth of concern of an outstanding trustee. Your insightful advice to the administration on investments and financial matters, always given as gentle counsel laden with recognition of staff expertise has proven invaluable.

Your educational background in engineering and medicine brought the perfect mix of knowledge to the University's bold move to develop and expand its research parks and to initiate a University-related organization to commercialize University-based technology and research. Again, your selfless commitment of service helped the University achieve excellent results in these areas.

Over the years your intellectual curiosity has been admirable; always coupled with encouragement and support for faculty and administration. This has made for gratifying exchanges and inspiration to faculty and administrators to accomplish more.

You are known for graciousness and genuine interest in all who work to strengthen the University. As the senior member of the board in recent years your sharing of experience and guidance to newer members has made for remarkable collegueship on the board. Your ability to ask difficult questions while also giving praise for creativity has characterized your approach and made your influence pervasive.

The record you leave for your two terms, including service as the chair of the board, is one of great devotion to the University coupled with remarkable good humor and friendship extended freely to all you encountered.

This wonderful association has been made richer by the warmth and shared dedication of your wife, Andrea Tonyan Gindorf, class of 1982.

The Board of Trustees, together with the president, other administrative officers of the University, the faculty, and students join in this tribute to you and extend best wishes to you and Mrs. Gindorf, your parents Mr. and Mrs. Lionel Gindorf, and daughters Jo Ann and Julia Marie.

On motion of Dr. Carroll, the foregoing resolution was adopted.

**Resolution for Jeffrey Gindorf, M.D.  
(IllinoisVENTURES, LLC)**

(5) The Board of Trustees of the University of Illinois sincerely appreciates the unselfish, dedicated leadership and outstanding service of Jeffery Gindorf, MD, as a founding member of the Board of Managers of IllinoisVENTURES, LLC.

IllinoisVENTURES, LLC, was created in 2000 by the University to serve faculty, staff, and students and help fulfill the University's obligation to promote the growth and development of Illinois' high-technology economy by providing world-class support for start-up companies commercializing University technologies. The Board of Trustees delegated to the Board of Managers the responsibility to achieve these goals.

As a trustee of the University of Illinois, Dr. Gindorf helped shape this shared vision and accepted the challenge to serve as a founding member of the IllinoisVENTURES Board of Managers to create a novel approach for the development of University-based technology start-ups. His experience and leadership as a trustee assured the success of the Illinois Emerging Technologies Fund, a program of IllinoisVENTURES, to provide early-stage capital. He fostered the unique integration of service to faculty, staff, and students with merit-based market discipline. His commitment to excellence propelled start-



up company development forward to reflect the University's preeminence in research, education, and public service.

Dr. Gindorf's outstanding, dedicated leadership was essential for the success of Illinois VENTURES, LLC, for the establishment of the Illinois Emerging Technologies Fund, for the effective commercialization of University-based technologies and for fostering the development of Illinois' high-technology economy.

The members of the Board of Trustees gratefully acknowledge the loyalty, dedicated leadership, and service of Jeffery Gindorf, M.D., and direct that this resolution become a part of the official public record incorporated into the minutes of today's meeting.

On motion of Dr. Carroll, the foregoing resolution was adopted.

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

#### **Appointments to the Faculty**

(6) 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.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

#### **Chicago**

\*ELIZABETH A. CALHOUN, associate professor, Division of Health Policy and Administration, School of Public Health, on indefinite tenure on an academic year service basis, on 65 percent time, at an annual salary of \$61,425, beginning January 1, 2005; and senior research scientist, Division of Health Policy and Administration, School of Public Health, non-tenured, on an academic year service basis, on 35 percent time, at an annual salary of \$40,950, beginning January 1, 2005, for a total salary of \$102,375.

PETR KRAL, assistant professor of chemistry, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$60,000, beginning October 12, 2004.

JAMES P. LASH, associate professor of medicine, College of Medicine at Chicago, Q probationary faculty, on a twelve-month service basis, on 44 percent time, at an annual salary of \$46,350, for three years beginning August 16, 2004; and continuing as physician surgeon, University of Illinois Hospital and Clinics, non-tenured, on a twelve-month service basis, on 50 percent time, at an annual salary of \$48,075, effective August 16, 2004; and physician surgeon in medicine, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 6 percent time, at an annual salary of \$6,073, effective August 16, 2004, for a total salary of \$94,425.

TIM W. MALISCH, associate professor of neurosurgery, College of Medicine at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 30 percent time, at an annual salary of \$90,000, beginning May 1, 2004, and continuing as Q probationary faculty, for three years beginning August 16, 2004; associate professor of radiology, College of Medicine at Chicago, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 30 percent time, at an annual salary of \$90,000, beginning May 1, 2004, and continuing as Q probationary faculty, for three years beginning August 16, 2004; and continuing as physician surgeon in neurosurgery, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 20 percent time, at an annual salary of \$60,000, effective May 1, 2004; and physician surgeon in radiology, College of Medicine at

Chicago, non-tenured, on a twelve-month service basis, on 20 percent time, at an annual salary of \$60,000, effective May 1, 2004, for a total salary of \$300,000.

DOLLY MEHTA, assistant professor of pharmacology, College of Medicine at Chicago, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$61,364, beginning January 1, 2004.

ELLEN SCHELLHAUSE, health sciences librarian and assistant professor, Library of the Health Sciences, Rockford, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 100 percent time, at an annual salary of \$57,500, beginning June 16, 2004.

\*PAPASANI SUBBAIAH, professor of biochemistry and molecular genetics, Department of Medicine, College of Medicine at Chicago, on indefinite tenure on an academic year service basis, on 100 percent time, at an annual salary of \$129,007, beginning August 16, 2004; and visiting research director, Section of Diabetes and Metabolism, non-tenured, on an academic year service basis with an administrative increment of \$12,211, beginning August 16, 2004, for a total salary of \$141,218.

*Sabbatical Leaves of Absence*

GERALD S. MOSS, professor of surgery, College of Medicine at Chicago; sabbatical leave of absence from November 16, 2004, through August 15, 2005, at full pay. Professor Moss will research and write a book describing changes in medical practice during the past 40 years, focusing on unintended consequences of federal laws, and effects of generous monetary jury awards in malpractice cases.

CHARLES L. RICE, professor of surgery, College of Medicine at Chicago; sabbatical leave of absence from September 13, 2004, through September 12, 2005, at full pay. Professor Rice will study and review developments in national healthcare policy and graduate medical education program.

*Emeriti Appointments*

THOMAS A. DEFANTI, UIC Distinguished Professor Emeritus of Computer Science, October 1, 2004

ESTHER G. PARADA, professor emerita, School of Art and Design, August 16, 2004

Springfield

*Emeriti Appointments*

MICHAEL P. TOWNSEND, associate professor emeritus, Human Services Program; and associate professor emeritus, Social Work Program, January 1, 2005

PETER S. WENZ, professor emeritus, Philosophy Program, January 1, 2005

Urbana-Champaign

\*THOMAS HAROLD DUNNING, JR., professor of chemistry, on indefinite tenure on an academic year service basis, on zero percent time, non-salaried, beginning January 16, 2005; and chair for research excellence in chemistry, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning January 16, 2005. Dr. Dunning's appointment as director of the National Center for Supercomputing Applications, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$235,889, and an administrative increment of \$35,000, effective January 16, 2004, for a total salary of \$270,889, was approved by the Board of Trustees on November 11, 2004.

NICHOLAS XUANLAI FANG, assistant professor of mechanical and industrial engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$75,000, beginning November 1, 2004.

CHRISTOPHER HAMB, assistant engineering librarian and assistant professor of library administration, University Library, probationary faculty on tenure track year one, on a twelve-month service basis, on 100 percent time, at an annual salary of \$45,000, beginning August 16, 2004.

- CYNTHIA HAYMON-COLEMAN, assistant professor, School of Music, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$57,000, beginning August 16, 2004.
- \*MICHAEL INSANA, professor of bioengineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$135,000, beginning December 16, 2004. In addition, he will be appointed to the rank of professor, Beckman Institute for Advanced Science and Technology, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning December 16, 2004; and departmental affiliate in electrical and computer engineering, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning December 16, 2004, for a total salary of \$135,000.
- JONATHAN J. MAKELA, assistant professor of electrical and computer engineering, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$76,000, beginning November 3, 2004; and research assistant professor, Coordinated Science Laboratory, non-tenured, on an academic year service basis, on zero percent time, non-salaried, beginning November 3, 2004, for a total salary of \$76,000.
- \*LOVICK R. MARTIN, associate professor of journalism, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$75,000, beginning January 1, 2005.
- NAOMI C. REED, assistant professor of English, probationary faculty on tenure track year one, on an academic year service basis, on 100 percent time, at an annual salary of \$50,000, beginning August 16, 2004.
- YANG XIANG, assistant professor of molecular and integrative physiology, probationary faculty on initial/partial term appointment, on an academic year service basis, on 100 percent time, at an annual salary of \$64,000, beginning November 1, 2004.

*Sabbatical Leave of Absence*

- DANIEL A. TORTORELLI, professor of mechanical and industrial engineering, College of Engineering; sabbatical leave of absence for second semester 2004-05, at full pay. Professor Tortorelli will study material science with colleagues at Washington University in Saint Louis, Missouri.

*Emeriti Appointments*

- MASTURA RAHEEL, professor emerita of textiles and clothing in the Department of Natural Resources and Environmental Sciences, January 1, 2005
- VERNON L. SNOEYINK, professor emeritus of environmental engineering in the Department of Civil and Environmental Engineering, January 1, 2005

**Administrative/Professional Staff**

- WOJCIECH CHODZKO-ZAJKO, head of the Department of Community Health, College of Applied Life Studies, Urbana-Champaign, non-tenured, on a twelve-month service basis, non-salaried, beginning January 24, 2005. Dr. Chodsko-Zajko was appointed to serve as interim head under the same conditions beginning January 5, 2005. He will continue to serve as head of the Department of Kinesiology, College of Applied Life Studies, non-tenured, on a twelve-month service basis with an administrative increment of \$5,000, effective January 5, 2005; and professor of kinesiology, College of Applied Life Studies, on indefinite tenure on an academic year service basis, on 100 percent time, at an annual salary of \$121,174, effective January 5, 2005, for a total salary of \$126,174.
- \*DZUNG HONG DINH, head of the Department of Neurosurgery, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on 9 percent time, at an annual salary of \$12,150, beginning January 24, 2005. Dr. Dinh was appointed to serve as interim head of neurosurgery under the same conditions and salary arrangement beginning October 16, 2004. He will be appointed to the rank of professor of neurosurgery, College of Medicine at Peoria, on indefinite tenure, on a twelve-month service basis, on 51 percent time, at an annual salary of \$68,850, begin-

ning January 24, 2005; and clinical professor of biomedical and therapeutic sciences, College of Medicine at Peoria, non-tenured, on a twelve-month service basis, on zero percent time, non-salaried, effective October 16, 2004, for a total salary of \$81,000.

ROBERT H. DODDS, JR., head of the Department of Civil and Environmental Engineering, College of Engineering, Urbana-Champaign, non-tenured on an academic year service basis with an administrative increment of \$3,500, beginning January 21, 2005. Dr. Dodds will receive an amount equal to one-ninth of his total academic year salary for one month's service during each summer of his appointment as head (\$19,833 for 2004-05). He will continue to serve as professor of civil and environmental engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$175,000, effective January 21, 2005; and M.T. Geoffrey Yeh Chair of Civil Engineering, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective January 21, 2005, for a total 2004-05 salary of \$198,333.

ARNIM E. DONTES, assistant dean for systems integration, College of Medicine at Chicago, non-tenured, on a twelve-month service basis with an administrative increment of \$21,600, beginning January 24, 2005. Mr. Dontes was appointed to serve as interim assistant dean for systems integration under the same conditions and salary arrangement beginning October 28, 2004. He will continue to serve as assistant to the head of psychiatry, College of Medicine at Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$159,828, effective January 24, 2005, for a total salary of \$181,428.

JUDITH NEMEROVSKI FLINK, executive director for University Student Financial Services and Cashier Operations, University Office of Business and Financial Services, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$125,000, beginning January 24, 2005. Ms. Flink was appointed to serve as interim executive director for University Student Financial Services and Cashier Operations, non-tenured, on a twelve-month service basis with an administrative increment of \$14,900, beginning December 1, 2004.

MARY PATRICIA FREIER, department chair, Library Instructional Services, Springfield, non-tenured, on a twelve-month service basis with an administrative increment of \$2,400, beginning January 21, 2005. Dr. Freier was appointed to serve as interim department chair under the same conditions and salary arrangement beginning January 1, 2005. In addition, she was appointed to the rank of associate professor, library administration, Springfield, probationary faculty on initial/partial term appointment, on a twelve-month service basis, on 100 percent time, at an annual salary of \$54,030, beginning January 1, 2005, and continuing as a Q probationary faculty, for two years beginning August 16, 2005, for a total salary of \$56,430.

GUY E. GARNETT, associate director, Cultural Computing Program, Department of Computer Science, College of Engineering, Urbana-Champaign, non-tenured, on an academic year service basis with an administrative increment of \$38,619, beginning January 24, 2005. Dr. Garnett was appointed to serve as interim associate director under the same conditions and salary arrangement beginning November 16, 2004. He was also appointed to the rank of associate professor of computer science, College of Engineering, non-tenured on an academic year service basis, on 50 percent time, at an annual salary of \$26,381, effective November 16, 2004. Dr. Garnett will continue to serve as associate professor, School of Music, College of Fine and Applied Arts, on indefinite tenure (100 percent tenure maintained), on an academic year service basis, on 50 percent time, at an annual salary of \$26,381, effective November 16, 2004; and institute affiliate, Beckman Institute for Advanced Science and Technology, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective November 16, 2004, for a total salary of \$91,381.

MEHDI T. HARANDI, associate head of the Department of Computer Science, College of Engineering, Urbana-Champaign, non-tenured, on an academic year service basis with an administrative increment of \$1,500, beginning January 24, 2005. He was appointed to serve as interim associate head under the same conditions and salary

arrangement beginning August 16, 2004. Dr. Harandi will continue to hold the rank of associate professor of computer science, College of Engineering, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$102,400, effective January 24, 2005; and institute affiliate, Beckman Institute for Advanced Science and Technology, non-tenured, on an academic year service basis, on zero percent time, non-salaried, effective January 24, 2005, for a total salary of \$103,900.

MATTHEW HUNSAKER, director of the Rural Medical Education Program, College of Medicine at Rockford, non-tenured, on a twelve-month service basis, on 9 percent time, at an annual salary of \$14,400, beginning January 1, 2004; and assistant professor of family and community medicine, College of Medicine at Rockford, probationary faculty on an initial/partial term appointment, on a twelve-month service basis, on 51 percent time, at an annual salary of \$81,600, beginning January 1, 2004; and physician surgeon, College of Medicine at Rockford, non-tenured, on a twelve-month service basis, on 40 percent time, at an annual salary of \$64,000, beginning January 1, 2004, for a total salary of \$160,000.

MARY P. NIEMIEC, executive director of the Office of External Education, Office of the Executive Vice Provost for Academic Affairs, Chicago, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$100,652, beginning January 24, 2005.

DANIEL W. O'CONNELL, director of the Golder Center, College of Business, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 74 percent time, at an annual salary of \$148,500, beginning January 24, 2005. Mr. O'Connell was appointed to serve as interim director of the Golder Center under the same conditions and salary arrangement beginning December 1, 2004.

\*DANIEL L. ROCK, head of the Department of Veterinary Pathobiology, College of Veterinary Medicine, Urbana-Champaign, non-tenured, on a twelve-month service basis with an administrative increment of \$10,000, beginning March 25, 2005. Dr. Rock will receive an amount equal to two-ninths of his academic year base salary for two months' service during each summer of his appointment as head (\$22,222 for 2004-05). In addition, he will be appointed to the rank of professor of veterinary pathobiology, College of Veterinary Medicine, on indefinite tenure, on an academic year service basis, on 100 percent time, at an annual salary of \$100,000, beginning March 25, 2005, for a total salary of \$132,222.

GLENN ALLEN SEEBER, assistant to the associate dean, extension operations, extension and outreach, College of Agricultural, Consumer and Environmental Sciences, Urbana-Champaign, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$109,000, beginning January 24, 2005. Mr. Seeber was appointed to serve as interim assistant to the associate dean under the same conditions and salary arrangement beginning November 16, 2004.

WAYNE K. STAHL, director of staff development and organizational effectiveness, University Office of the Associate Vice President for Administration and Human Resources, University Administration, non-tenured, on a twelve-month service basis, on 100 percent time, at an annual salary of \$101,736, beginning January 24, 2005. Dr. Stahl was appointed to serve as interim director of staff development and organizational effectiveness under the same conditions and salary arrangement beginning December 16, 2004.

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

#### **Interim Provost and Vice Chancellor for Academic Affairs, Springfield**

(7) The chancellor at Springfield has recommended the appointment of Harry J. Berman, currently associate vice chancellor for graduate education and research, associate vice chancellor for academic planning, and professor, Human Services Program, as interim provost and vice chancellor for academic affairs, on a twelve-month service basis, on 100 percent time, beginning January 21, 2005, at an annual salary of \$107,292 plus an

annual administrative increment of \$24,000, for a total annual salary of \$131,292. Pending board approval, Dr. Berman will hold the title of acting provost and vice chancellor for academic affairs during the period January 1-20, 2005 under the same conditions and salary arrangement.

Dr. Berman will continue to hold the titles of associate vice chancellor for graduate education and research, and associate vice chancellor for academic planning, on zero percent time, non-salaried, as well as the rank of professor, Human Services Program, College of Education and Human Services, on indefinite tenure on an academic year service basis on zero percent time, non-salaried. Dr. Berman will succeed Michael Cheney, who has accepted a position as senior fellow in the Institute of Government and Public Affairs.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The vice president for academic affairs concurs.

The president of the University recommends approval.

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

#### **Head Varsity Coach—Football, Urbana**

(8) The chancellor at Urbana recommends the appointment of Ronald A. Zook, formerly head football coach, University of Florida, Gainesville, as head varsity coach—football, Division of Intercollegiate Athletics, Urbana, beginning December 7, 2004.

Consistent with policy approved by the Board of Trustees on January 12, 1989, a multi-year contract for five years is being proposed for Mr. Zook. The proposed contract provides for a service basis of ten-months' paid over twelve months with total annual compensation of \$1,000,000, which includes an annual base salary of \$195,000 for coaching duties. An amount of \$705,000 will be compensation for television and radio appearances, and educational, public relations, and promotional activities required by the University. At Mr. Zook's election, payments for some or all of the non-coaching services may be paid to a company formed by Mr. Zook, which shall arrange for Mr. Zook's appearances. In addition, for service as head football coach for the University's summer men's football camp at the Urbana-Champaign campus, Mr. Zook will receive ninety percent of the net profit of the camp. A deferred compensation account for Mr. Zook will be established which will be payable in 2010 if Mr. Zook remains employed as head varsity coach—football at the University of Illinois at Urbana-Champaign on January 31, 2010. The Division of Intercollegiate Athletics will deposit \$100,000 per year for five years into the deferred compensation account, to be administered by the University.

Coach Zook's base salary and his deferred compensation are funded by operating revenue in the Division of Intercollegiate Athletics; his radio and television broadcasting services are funded by broadcast revenue; his summer camp services are funded by camp revenue; and his educational, public relations, and promotional activities are supported by corporate contracts.

Mr. Zook succeeds Ronald David Turner.

This recommendation is made with the advice of a search committee.<sup>1</sup>

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University recommends approval.

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

<sup>1</sup>Ronald E. Guenther, director, Division of Intercollegiate Athletics, *chair*; Terry W. Cole, associate director of athletics; Harriett F. Weatherford, coordinator of special projects; Dana Brenner, associate director of athletics; Shawn Wax, director of development; Matthew B. Wheeler, professor of animal sciences, and faculty athletics representative to the NCAA and the Big Ten Conference; Nancy R. Sottos, professor of theoretical and applied mechanics, and faculty athletics representative to the NCAA and Big Ten Conference.

### **Merge Departments of Community Health and Kinesiology, Urbana**

(9) The chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the Graduate College and the Departments of Community Health and Kinesiology to merge the Departments of Community Health and Kinesiology.

The merging of the two departments will benefit the faculty and students of both departments by building upon the intellectual synergy between the two fields and the similar research interests of both faculties. Faculty will benefit by having a greater number of colleagues with whom to collaborate on research, teaching, and professional growth. The students, particularly students pursuing community health degrees, will benefit by having a larger, more active faculty to teach courses and serve as mentors. The merger will also greatly bolster the Community Health Department which suffered a precipitous decline in faculty and has recently been unsuccessful in hiring faculty to rebuild its numbers. Future hiring potential will be enhanced through the strength of the merged unit.

All existing kinesiology degrees will continue unchanged and all existing community health degrees will be moved to the new merged unit. Students currently pursuing a community health degree or wishing to do so, will be unaffected by the merger. They will simply pursue the same degree under the auspices of the newly merged department with the support of a larger more robust faculty.

This merger proposal was the unanimous recommendation of an Ad Hoc Taskforce on the Departmental Merger of Community Health, was approved by an overwhelming majority of the faculty in the Departments of Kinesiology and Community Health, and the College of Applied Life Studies Administrative Council, as well as the unanimous support of the College of Applied Life Studies Executive Committee.

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

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs, pending further review by the Illinois Board of Higher Education.

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

### **Eliminate Master of Arts in the Teaching of German, Urbana**

(10) The chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the Graduate College and the Department of Germanic Languages and Literatures to eliminate the Master of Arts in the Teaching of German.

The Master of Arts in the Teaching of German reflects an outmoded approach to foreign language teacher education and the program has been dormant for several years. Graduate students wishing to gain certification in the teaching of German will complete an existing teacher certification program designed to compliment a traditional graduate degree in German.

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

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs, pending further review by the Illinois Board of Higher Education.

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

**Designate UIC Student Center East and UIC Student Center West,  
Chicago**

(11) The chancellor at Chicago has recommended that the buildings currently known as Chicago Circle Center and Chicago Illini Union be renamed UIC Student Center East and UIC Student Center West, respectively.

The proposed names place more emphasis on the utilization of these facilities by students, who were consulted as new names for the unions were sought. The identity of the campus will also be enhanced by this change since the name of the campus will appear in the formal building names.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University recommends approval.

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

**Designate African American Studies and Research Program,  
Urbana**

(12) The chancellor at Urbana with the advice of the Urbana-Champaign Senate recommends for approval a proposal from the Graduate College and the Afro-American Studies and Research Program to redesignate the Afro-American Studies and Research Program as the African American Studies and Research Program.

The proposed name change from Afro-American to African American brings the name in line with current nomenclature and more accurately represents the current field of study. The term Afro-American was commonly used in the 1960s but has not been widely used in either the academic field or larger society for three decades. The new title will make the program more relevant and understandable and reflect the current nomenclature of the academic field.

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

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs, pending further review by the Illinois Board of Higher Education.

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

**Tuition Rates, Academic Year 2006**

(13) At the meeting on November 11, 2004, the Board of Trustees reviewed tuition policy guidelines and discussed possible student charges for Fiscal Year 2006. The board also discussed tuition, financial aid, and affordability issues in the context of the University's overall budget planning for FY 2006.

Following further reviews and recommendations from the Academic Affairs Management Team and the chancellors at each campus, the vice president for academic affairs recommends approval of increases in the general non-guaranteed tuition rates for undergraduate students of \$185 per semester at Chicago, \$211 per semester at Urbana-Champaign, and \$112.50 per semester at Springfield. This per semester increase at University of Illinois at Springfield is based upon enrolling in 15 credit hours of coursework. Similar percentage increases apply for undergraduate programs with tuition differentials and for graduate and professional programs.



There are also increases in the guaranteed tuition rates for FY 2006. For general undergraduate programs at Chicago the increase in the guaranteed tuition is \$256 per semester, for Urbana-Champaign the increase is \$291 per semester, and for Springfield the increase is \$161.25 per semester (15 credit hours). Similar percentage increases apply for undergraduate programs with tuition differentials. These undergraduate tuition rates apply to new students who enroll after the spring 2005 semester. For these students the tuition will not increase for four years to comply with the tuition guarantee legislation, Public Act 93-0228. This legislation ensures that an incoming student will pay a fixed tuition rate for four years to provide predictability in tuition costs.

In addition, there are differential increases for several undergraduate programs:

- The engineering differential at Chicago is increased by \$291 per semester.
- The nursing differential at Chicago is increased by \$185 per semester.
- The engineering differential at Urbana-Champaign is increased by \$250 per semester.

A new differential of \$125 per semester is also being implemented at Springfield for all new students (undergraduate—15 credit hours, graduate and professional—12 credit hours), to support core academic program enhancements. When this special differential is included, the guaranteed tuition at Springfield for undergraduates will increase by a total of \$285 per semester (15 credit hours) in FY 2006, which is comparable to the guaranteed tuition increases at Chicago and Urbana-Champaign. This is the first year of a four-year program of differential increases for all new students at Springfield. In FY 2007, FY 2008, and FY 2009, the guaranteed tuition rates for new undergraduate students will increase by at least \$125 per semester more than the per semester dollar increases in the non-guaranteed tuition. In FY 2007, FY 2008, and FY 2009, for graduate and professional students who first enrolled during the summer 2005 semester or later, their tuition rates will increase by at least \$125 per semester more than the per semester dollar increases in the tuition rates for all other graduate and professional students. In FY 2009, all tuition rates at Springfield will be adjusted to reflect the full implementation of this special differential. The revenue from the special differential will be used to support the recruitment and retention of outstanding faculty, to sustain educational technology leadership, and to increase library funding. These revenues will help ensure that Springfield achieves the same reputation for high academic quality that has been earned by the other two campuses of the University.

At the graduate and professional levels, there are several program specific tuition increases. All tuition recommendations are summarized in the following tables. They are consistent with the report endorsed by the board, *Ensuring Quality and Affordability: Tuition and Financial Aid at the University of Illinois*. The new tuition rates become effective during the summer semester of 2005.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

On motion of Dr. Carroll, these recommendations were approved.

**Tuition Increases Per Student  
Undergraduate Students (Residents)<sup>1</sup>**

|  | <i>Chicago</i>       |                        |                            | <i>Urbana-Champaign</i> |                        |                            | <i>Springfield<sup>2,3</sup></i> |                        |                            |
|--|----------------------|------------------------|----------------------------|-------------------------|------------------------|----------------------------|----------------------------------|------------------------|----------------------------|
|  | <i>Fall<br/>2004</i> | <i>Summer<br/>2005</i> | <i>Dollar<br/>Increase</i> | <i>Fall<br/>2004</i>    | <i>Summer<br/>2005</i> | <i>Dollar<br/>Increase</i> | <i>Fall<br/>2004</i>             | <i>Summer<br/>2005</i> | <i>Dollar<br/>Increase</i> |
| <b>Non-Guaranteed Tuition for Undergraduates</b> |                      |                        |                            |                         |                        |                            |                                  |                        |                            |
| College of Engineering                           | \$3,072              | \$3,580                | \$508                      | \$4,144                 | \$4,434                | \$ 290                     |                                  |                        |                            |
| Engineering Related                              |                      |                        |                            | 4,144                   | 4,434                  | 290                        |                                  |                        |                            |
| Chem/Life Sciences                               |                      |                        |                            | 3,584                   | 3,835                  | 251                        |                                  |                        |                            |
| Fine and Applied Arts                            |                      |                        |                            | 3,234                   | 3,461                  | 227                        |                                  |                        |                            |
| Art & Architecture                               | 2,845                | 3,044                  | 199                        |                         |                        |                            |                                  |                        |                            |
| Business   |                      |                        |                            | 3,547                   | 3,796                  | 249                        |                                  |                        |                            |
| Nursing  | 2,845                | 3,230                  | 385                        |                         |                        |                            |                                  |                        |                            |
| General Undergraduate                            | 2,645                | 2,830                  | 185                        | 3,007                   | 3,218                  | 211                        | \$124.25                         | \$131.75               | \$ 7.50                    |
| <b>Guaranteed Tuition for New Undergraduate*</b> |                      |                        |                            |                         |                        |                            |                                  |                        |                            |
| College of Engineering                           | 3,301                | 3,847                  | 546                        | 4,451                   | 5,102                  | 651                        |                                  |                        |                            |
| Engineering Related                              |                      |                        |                            | 4,451                   | 5,102                  | 651                        |                                  |                        |                            |
| Chem/Life Sciences                               |                      |                        |                            | 4,387                   | 4,782                  | 395                        |                                  |                        |                            |
| Fine and Applied Arts                            |                      |                        |                            | 3,474                   | 3,787                  | 313                        |                                  |                        |                            |
| Art & Architecture                               | 3,057                | 3,332                  | 275                        |                         |                        |                            |                                  |                        |                            |
| Business   |                      |                        |                            | 3,810                   | 4,153                  | 343                        |                                  |                        |                            |
| Nursing  | 3,057                | 3,497                  | 440                        |                         |                        |                            |                                  |                        |                            |
| General Undergraduate                            | 2,841                | 3,097                  | 256                        | 3,230                   | 3,521                  | 291                        | 133.50                           | 152.50                 | 19.00                      |

**Undergraduates Entering FY2005: Tuition is Unchanged**

Notes:

<sup>1</sup> Comparable increases for extramural, part-time and non-resident students are proposed, including phase-in of rates, consistent with existing policies.

<sup>2</sup> Per credit hour charge at UIS. Additional Capital Scholars fee of \$150 per semester for full-time students.

<sup>3</sup> Tuition assessment for new students includes a \$125 per semester differential.

\*Student entering after Spring 2005

College of Education at UIUC \$500 clinical experience fee for students who enroll in field student teaching.

Tuition Increases Per Semester  
Graduate/Professional Students (Residents)<sup>1</sup>

|  | Chicago <sup>2</sup> |                |                    | Urbana-Champaign |                |                    | Springfield <sup>3,4,5</sup> |                |                    |
|--|----------------------|----------------|--------------------|------------------|----------------|--------------------|------------------------------|----------------|--------------------|
|  | Fall<br>2004         | Summer<br>2005 | Dollar<br>Increase | Fall<br>2004     | Summer<br>2005 | Dollar<br>Increase | Fall<br>2004                 | Summer<br>2005 | Dollar<br>Increase |
| <b>Post-Bac Certificate in Accountancy</b> |                      |                |                    | \$3,346          | \$3,580        | \$234              |                              |                |                    |
| <b>Graduate</b>                            |                      |                |                    |                  |                |                    |                              |                |                    |
| College of Engineering<br>(continuing)     | \$ 3,860             | \$ 4,130       | \$ 270             | 4,483            | 4,797          | 314                |                              |                |                    |
| Entering Summer 05                         |                      |                |                    | 4,483            | 5,047          | 564                |                              |                |                    |
| Engineering Related<br>(continuing)        |                      |                |                    | 4,483            | 4,797          | 314                |                              |                |                    |
| Entering Summer 05                         |                      |                |                    | 4,483            | 5,047          | 564                |                              |                |                    |
| Chem/Life Sciences                         |                      |                |                    | 3,673            | 3,930          | 257                |                              |                |                    |
| Fine and Applied Arts                      |                      |                |                    | 3,573            | 3,823          | 250                |                              |                |                    |
| Nursing                                    | 5,210                | 5,575          | 365                |                  |                |                    |                              |                |                    |
| Library Sciences                           |                      |                |                    | 3,630            | 4,066          | 436                |                              |                |                    |
| Biomedical Visualization                   | 4,751                | 5,084          | 333                |                  |                |                    |                              |                |                    |
| MBA  | 6,169                | 6,601          | 432                | 7,800            | 8,200          | 400                |                              |                |                    |
| Master of Accountancy                      | 6,169                | 6,601          | 432                | 7,800            | 8,200          | 400                |                              |                |                    |
| MS in MIS in Business                      | 6,169                | 6,601          | 432                |                  |                |                    |                              |                |                    |
| Business                                   |                      |                |                    | 3,886            | 4,158          | 272                |                              |                |                    |
| Master of Real Estate                      | 6,020                | 6,601          | 581                |                  |                |                    |                              |                |                    |
| Master of Architecture                     | 3,590                | 3,841          | 251                |                  |                |                    |                              |                |                    |
| Master of Fine Arts                        | 3,590                | 3,841          | 251                |                  |                |                    |                              |                |                    |
| Masters HRIR                               |                      |                |                    | 4,386            | 5,193          | 807                |                              |                |                    |
| MS Biotechnology                           | 5,800                | 6,206          | 406                |                  |                |                    |                              |                |                    |
| MS Occupational (continuing)               | 3,050                | 3,264          | 214                |                  |                |                    |                              |                |                    |
| Entering Fall 04                           | 4,250                | 4,548          | 298                |                  |                |                    |                              |                |                    |
| Graduate Public Health<br>(continuing)     | 3,050                | 3,264          | 214                |                  |                |                    |                              |                |                    |
| Entering Fall 04                           | 3,750                | 4,013          | 263                |                  |                |                    |                              |                |                    |
| Master of Health Care<br>Administration    | 3,050                | 6,601          | 3,551              |                  |                |                    |                              |                |                    |
| Master/PhD Public<br>Administration        | 3,050                | 5,264          | 2,214              |                  |                |                    |                              |                |                    |
| Master/PhD Urban Planning<br>& Policy      | 3,050                | 4,264          | 1,214              |                  |                |                    |                              |                |                    |
| Master of Social Work                      |                      |                |                    | 3,346            | 3,938          | 592                |                              |                |                    |
| General Graduate (continuing)              | 3,050                | 3,264          | 214                | 3,346            | 3,580          | 234                | \$140.00                     | \$152.75       | \$12.75            |
| Entering Summer 05                         |                      |                |                    |                  |                |                    | 140.00                       | 163.25         | 23.25              |
| <b>Professional</b>                        |                      |                |                    |                  |                |                    |                              |                |                    |
| Doctor of Physical Therapy                 | 5,245                | 5,612          | 367                |                  |                |                    |                              |                |                    |
| Dental                                     | 8,294                | 9,538          | 1,244              |                  |                |                    |                              |                |                    |
| Medicine                                   | 11,272               | 12,061         | 789                |                  |                |                    |                              |                |                    |
| Veterinary Medicine                        |                      |                |                    | 6,620            | 7,120          | 500                |                              |                |                    |
| Law <sup>6</sup>                           |                      |                |                    | 7,154            | 7,870          | 716                |                              |                |                    |
| Pharm-D                                    | 5,823                | 6,231          | 408                |                  |                |                    |                              |                |                    |
| Pharmacy Continuing                        | 4,149                | 4,439          | 290                |                  |                |                    |                              |                |                    |

## Notes:

College of Education at UIUC \$500 clinical experience fee for students who enroll in field student teaching.

<sup>1</sup> Comparable increases for extramural, part-time, and non-resident students are proposed, including phase in of rates, consistent with existing policies.

<sup>2</sup> E-Tuition rate of \$535 per credit hour at UIC will be assessed to all students admitted to degree and non-degree on-line programs.

<sup>3</sup> Per credit hour charge at UIS.

<sup>4</sup> UIS MBA program in Peoria, \$3,375 per semester for 2-year program starting in FY 2005.

<sup>5</sup> Tuition assessment for new students includes a \$125 per semester differential.

<sup>6</sup> Includes graduate programs in the College of Law.

**Tuition and Fee Increases,  
Cost Recovery, Off-Campus, On-Line, and Aviation Programs,  
Fiscal Year 2006**

**I**

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

For Fiscal Year 2006, the following actions are proposed for cost recovery programs:

**Proposed Tuition and Fees  
FY 2006**

**Executive MBA Program**

|              | <i>FY 2005</i> | <i>Proposed FY 2006</i> | <i>FY 2006 Increase</i> |
|--------------|----------------|-------------------------|-------------------------|
| Tuition      | \$22,500       | \$23,500                | \$1,000                 |
| Program Fees | 13,500         | 13,500                  | 0                       |
| <i>Total</i> | \$36,000       | \$37,000                | \$1,000                 |

**Master of Science in Finance**

|              | <i>FY 2005</i> | <i>Proposed FY 2006</i> | <i>FY 2006 Increase</i> |
|--------------|----------------|-------------------------|-------------------------|
| Tuition      | \$24,000       | \$29,000                | \$5,000                 |
| Program Fees | 6,787          | 7,500                   | 713                     |
| <i>Total</i> | \$30,787       | \$36,500                | \$5,713                 |

**Master of Science in Business Administration**

|              | <i>FY 2005</i> | <i>Proposed FY 2006</i> | <i>FY 2006 Increase</i> |
|--------------|----------------|-------------------------|-------------------------|
| Tuition      | \$22,700       | \$24,000                | \$1,300                 |
| Program Fees | 6,787          | 7,300                   | 513                     |
| <i>Total</i> | \$29,487       | \$31,300                | \$1,813                 |

**Master of Science in Policy Economics**

|              | <i>FY 2005</i> | <i>Proposed FY 2006</i> | <i>FY 2006 Increase</i> |
|--------------|----------------|-------------------------|-------------------------|
| Tuition      | \$21,600       | \$22,250                | \$ 650                  |
| Program Fees | 5,400          | 5,750                   | 350                     |
| <i>Total</i> | \$27,000       | \$28,000                | \$1,000                 |

**Master of Science in Accountancy**

|              | <i>FY 2005</i> | <i>Proposed FY 2006</i> | <i>FY 2006 Increase</i> |
|--------------|----------------|-------------------------|-------------------------|
| Tuition      | \$24,000       | \$25,500                | \$1,500                 |
| Program Fees | 5,787          | 5,500                   | (287)                   |
| <i>Total</i> | \$29,500       | \$32,000                | \$2,500                 |

**Master of Science in Accountancy-Tax  
(UIUC in Chicago)**

|              | <i>FY 2005</i> | <i>Proposed FY 2006</i> | <i>FY 2006 Increase</i> |
|--------------|----------------|-------------------------|-------------------------|
| Tuition      | \$35,000       | \$35,000                | \$ 0                    |
| <i>Total</i> | \$35,000       | \$35,000                | \$ 0                    |

For the **Executive MBA Program** each class pays the same tuition and fee charges for each of the two program years. Thus the tuition increase recommended for FY 2006 will affect only the students in the entering class of 2006. Total tuition revenue available for FY 2006 will be sufficient to cover projected academic program costs. Fee increases are required to maintain the current level of service for fee-supported activities. The fee increase also includes expected increases in foreign travel, lodging, recruiting expenses, distance learning and inflationary increases in housing and meal costs, books and materials, special orientation programs for beginning students, a variety of special travel and speaker series, and computer related services.

The **Policy Economics, Finance, Business Administration, and Accountancy** programs are specially designed, intensive programs of study leading to a Master of Science degree in a business related discipline. They are intended for promising international administrators in government and private institutions who need additional training in areas of economic analysis and quantitative techniques. Additional funds are required in FY 2006 to provide for normal cost increases for these programs.

## II

The unique costs associated with instructional requirements in the **Institute of Aviation** are addressed by specific charges for individual courses. Charges differ based upon the type of equipment required, the frequency of its use, the instructional mode (classroom, flight simulator, aircraft, etc.) and so on. Annual reviews of aircraft and simulator operating expenses and other equipment training needs are conducted along with projected wage requirements for the next year. Corresponding adjustments are then made in course charges. For the academic year 2006, current rates have been adjusted for materials, labor, insurance, and flight time.

Aviation course charges proposed for FY 2006 are specified below:

| <i>Course</i> | <i>New Banner Course</i> | <i>FY 2005</i> | <i>Proposed FY2006</i> |
|---------------|--------------------------|----------------|------------------------|
| Avi 101       | Avi 101                  | \$3,038        | \$3,189                |
| Avi 102       | Avi 090                  | 2,639          | 2,741                  |
| Avi 120       | Avi 120                  | 3,927          | 4,124                  |
| Avi 121       | Avi 121                  | 2,065          | 2,168                  |
| Avi 130       | Avi 130                  | 3,453          | 3,723                  |
| Avi 140       | Avi 140                  | 3,748          | 3,939                  |
| Avi 200       | Avi 200                  | 5,104          | 5,356                  |
| Avi 210       | Avi 210                  | 5,070          | 5,319                  |
| Avi 220       | Avi320                   | 3,235          | 3,380                  |
| Avi 222       | Avi322                   | 1,732          | 1,817                  |
| Avi 224       | Avi 324                  | 2,707          | 2,844                  |
| Avi 280       | Avi 380                  | 4,116          | 4,324                  |
| Avi 281       | Avi 381                  | 1,001          | 1,053                  |
| Avi 291       | Avi 391                  | 3,566          | 3,651                  |
| Avi 292       | Avi 392                  | 6,104          | 6,413                  |
| Avi 293       | Avi 398                  | 820            | 860                    |

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

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

On motion of Dr. Carroll, these recommendations were approved.

**Student Fees for Chicago, Springfield, and Urbana,  
Fiscal Year 2006**

(15) The chancellors at each campus have recommended student fee levels for Fiscal Year 2006 to support auxiliary operations, student programs and activities, and student health services. The board reviewed these recommendations at its November 2004 meeting. The fees recommended are required to meet continuing components (salaries and wages, utilities, goods and services), student programs, and operating costs including debt service, and repair and replacement programs of facilities that comprise the Auxiliary Facilities Systems. In particular, newer expanded fees at each campus will support expanded recreational facilities now under construction following their approval via student referenda and prior Board of Trustees approval.

**Chicago campus**

The \$69 increase in the Service, General, and Health Service fees for the Chicago campus is to provide for projected general cost, utilities and debt service increases; the initial debt service charges for the renovated and new recreation facilities; the final phase-in of the assessment to Auxiliary Units for a portion of the campus expense for benefits-eligible employee health insurance; and additional program support for health professions students in Chicago, Peoria, and Rockford. The Transportation fee is not included at this time, pending a new contract with the Chicago Transit Authority for the student U-PASS program.

**Springfield campus**

The \$53 increase (15.1 percent) in the Service, General, Health and Recreation fees for the Springfield campus is to provide for projected general cost, utilities and debt service increases; the final phase-in of the assessment to auxiliary units for a portion of the campus expense for benefits-eligible employee health insurance; continued development of an intercollegiate athletic program; continued support of student programs and organizations; the second step increase approved by student referendum in 2003 for the new recreation center; and a Spring 2004 student referendum approved fee for Career Services beginning in Fiscal Year 2006.

**Urbana-Champaign campus**

The \$49 increase (8.2 percent) in the Service, General, and Health fees for the Urbana campus is to provide for projected general cost, utilities and debt service increases; the final phase-in of the assessment to auxiliary units for a portion of the campus expense for benefits-eligible employee health insurance; a portion of the Dean of Students salary line; Counseling Center staffing enhancements; continued support of student organizations and programs; and increased funding to cover costs related to McKinley Center malpractice insurance. The General fee increase includes Phase II of III of the Division of Campus Recreation facilities expansion and renovation project.

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

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The vice president for academic affairs and the vice president for administration concur in the fee levels proposed.

The president of the University recommends approval.

University of Illinois  
Summary of Fiscal Year 2006 Semester Student Fees

| <b>Chicago</b>                | <i>FY 2005</i> | <i>Proposed<br/>FY 2006</i> | <i>Percent<br/>Increase</i> |
|-------------------------------|----------------|-----------------------------|-----------------------------|
| Student Fees                  |                |                             |                             |
| Service Fee                   | \$282          | \$285                       |                             |
| General Fee                   | 246            | 309                         |                             |
| Health Fee                    | 94             | 97                          |                             |
| Campus Transportation         | 83             | *                           |                             |
| Student-to-Student Assistance | <u>3</u>       | <u>3</u>                    |                             |
| <i>Total Per Semester</i>     | \$708          | \$                          | %                           |

\*CTA U-Pass contract expires at the end of summer 2005. A fee recommendation will be submitted in the spring of 2005 after contract negotiations and appropriate student input.

| <b>Springfield</b>            | <i>FY 2005</i> | <i>Proposed<br/>FY 2006</i> | <i>Percent<br/>Increase</i> |
|-------------------------------|----------------|-----------------------------|-----------------------------|
| Student Fees                  |                |                             |                             |
| Service Fee*                  | \$208          | \$224                       |                             |
| General Fee**                 | 124            | 154                         |                             |
| Health Fee                    | 15             | 22                          |                             |
| Student-to-Student Assistance | <u>4</u>       | <u>4</u>                    |                             |
| <i>Total Per Semester</i>     | \$351          | \$404                       | 15.1%                       |

\*Spring 2004 student referendum approved the imposition of a \$6 per semester fee for Career Services beginning in FY 2006.

\*\*Spring 2003 student referendum initiated a stepped out fee structure for the UIS Recreation Center. In FY 2006 the charge of \$90 per semester will be captured.

| <b>Urbana-Champaign</b>   | <i>FY 2005</i> | <i>Proposed<br/>FY 2006</i> | <i>Percent<br/>Increase</i> |
|---------------------------|----------------|-----------------------------|-----------------------------|
| Student Fees              |                |                             |                             |
| Service Fee               | \$179          | \$190                       |                             |
| General Fee               | 184            | 211                         |                             |
| Health Fee                | 178            | 188                         |                             |
| Campus Transit/Safe Rides | 33             | 33                          |                             |
| SEAL/SORF/Others*         | 19             | 20                          |                             |
| Krannert                  | <u>5</u>       | <u>5</u>                    |                             |
| <i>Total Per Semester</i> | \$598          | \$647                       | 8.2%                        |

\*SEAL/SORF, \$16; Energy Technologies Fee, \$2; Cultural Programming Fee, \$2

On motion of Dr. Carroll, these recommendations were approved.

**Rate Changes for University-Operated Housing Facilities,  
Chicago, Springfield, and Urbana, Fiscal Year 2006**

(16) The chancellors at each campus have recommended rate changes for University-operated housing for Fiscal Year 2006. The increases are required to meet operational costs (salaries and wages, utilities, general price increases, including food), to provide for student program enhancements, and to provide for debt service and repair and replacement reserve requirements.

## Chicago

**Residence Halls** (room and board, academic year)

| <i>Unit</i>                          | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|--------------------------------------|----------------|-----------------------------|----------------------------|-----------------------------|
| <i>Student Residence Hall</i>        |                |                             |                            |                             |
| Single                               | \$7,248        | \$7,538                     | \$290                      | 4.0                         |
| Double                               | 6,650          | 6,916                       | 266                        | 4.0                         |
| <i>Polk Residence Hall</i>           |                |                             |                            |                             |
| Suite Double                         | 6,978          | 7,258                       | 280                        | 4.0                         |
| <i>Student Residence and Commons</i> |                |                             |                            |                             |
| Double                               | 6,884          | 7,160                       | 276                        | 4.0                         |

Note: Rates for the Student Residence and Commons will range from \$6,626 to \$8,220 depending on room configuration. These rates include a board charge of \$2,126.

**Apartments** (room only, academic year)

|  | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|--|----------------|-----------------------------|----------------------------|-----------------------------|
| <i>Single Student Residence Hall</i>           |                |                             |                            |                             |
| Two-person apt. (per person)                   | \$5,918        | \$6,184                     | \$266                      | 4.5                         |
| Three-person apt. (per person)                 | 5,800          | 6,060                       | 260                        | 4.5                         |
| Four-person apt. (per person)                  | 5,868          | 6,132                       | 264                        | 4.5                         |
| 2-3 person suite (per person)                  | 5,058          | 5,286                       | 228                        | 4.5                         |
| <i>Thomas Beckman and Marie Robinson Halls</i> |                |                             |                            |                             |
| Two-person apt. (per person)                   | 6,366          | 6,684                       | 318                        | 5.0                         |
| Four-person apt. (per person)                  | 6,252          | 6,564                       | 312                        | 5.0                         |

## Springfield

**Apartments** (room only, academic year)

|                                    | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|------------------------------------|----------------|-----------------------------|----------------------------|-----------------------------|
| <i>Family Apartments</i>           |                |                             |                            |                             |
| Two bedroom/Furnished              | \$5,676        | \$6,200                     | \$524                      | 9.2                         |
| Two bedroom/Furnished/Renovated*   | 5,996          | 6,520                       | 524                        | 8.7                         |
| Two bedroom/Unfurnished            | 5,192          | 5,690                       | 498                        | 9.6                         |
| One bedroom/Furnished              | 4,446          | 4,940                       | 494                        | 11.1                        |
| One bedroom/Unfurnished            | 4,080          | 4,570                       | 490                        | 12.0                        |
| <i>Single Student Apartments</i>   |                |                             |                            |                             |
| Four bedroom/Private/Townhouse     | 3,170          | 3,660                       | 490                        | 15.5                        |
| 2-3-5 bedroom/Private/Renovated    | 2,920          | 3,360                       | 440                        | 15.1                        |
| 2-3-5 bedroom/Shared/Renovated*    | 1,800          | 2,150                       | 350                        | 19.4                        |
| Four bedroom/Private/Flat          | 2,878          | 3,270                       | 392                        | 13.6                        |
| One bedroom/Private/Flat           | 4,446          | 4,940                       | 494                        | 11.1                        |
| Two bedroom/Shared/Flat (4 people) | 1,630          | 1,860                       | 230                        | 14.1                        |

\* Rate established for Fiscal Year 2005 reflects occupancy reconfiguration resulting from planned renovated units ultimately producing units as described. Rate reflects premium established to distinguish renovated from non-renovated units within same apartment complex.

Note: The requested Fiscal Year 2006 apartment rate increases may appear highly inflated compared to prior year. These new rates are predicated on the **future assumption of all electricity and cable TV costs by Housing and subsequently passed along to the student by incorporation in general rates.** Both utility costs are



calculated on the same "flat rate" basis at the rate of \$18/month/resident for cable, and \$20-\$30/month/resident for electricity (depending on Court location and unit type chosen). **This calculation has not occurred or been included in previous rate requests (except in Lincoln Residence Hall).**

Note: Apartment rate is for selected bedroom rate only. No meal plan is required of apartment residents, although one option exists for these residents in the amount of \$350 per semester.

| <i>Unit</i>                    | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|--------------------------------|----------------|-----------------------------|----------------------------|-----------------------------|
| <i>Lincoln Residence Hall*</i> | \$4,616        | \$4,760                     | \$144                      | 3.1                         |

\* Rate for Capital Scholars in LRH reflects the proposed **room increase only**. The board rate a student is required to select (\$900 or \$1,175 per semester) will increase the total room and board package accordingly to \$6,560 - \$7,110 annually.

### Urbana-Champaign

#### Undergraduate Housing (room and board, academic year)

| <i>Unit</i> | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|-------------|----------------|-----------------------------|----------------------------|-----------------------------|
| Single      | \$7,321        | \$7,672                     | \$351                      | 4.8                         |
| Double      | 6,401          | 6,710                       | 309                        | 4.8                         |
| Triple      | 6,045          | 6,336                       | 291                        | 4.8                         |

Notes: (1) The above rates include the 14-meals-per-week classic (traditional) board plan. All undergraduate contracts must include one of six meal plans: 14 meals classic, 20 meals classic, 12 meals classic + 1,500 café credits, 10 meals classic + 4,500 café credits, 10 meals classic + 6,000 café credits, or all café credits (11,500).

(2) Rates in halls with air conditioning will be \$100 more than the above rates.

(3) Rates in halls with learning communities will be up to \$290 higher than the above rates.

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

#### Graduate Housing (room only, academic year)

| <i>Unit</i>                           | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|---------------------------------------|----------------|-----------------------------|----------------------------|-----------------------------|
| <i>Sherman Hall (air conditioned)</i> |                |                             |                            |                             |
| Single                                | \$3,713        | \$3,896                     | \$183                      | 4.9                         |
| Double                                | 3,553          | 3,728                       | 175                        | 4.9                         |
| <i>Daniels Hall (remodeled)</i>       |                |                             |                            |                             |
| Large Single                          | 4,685          | 4,914                       | 229                        | 4.9                         |
| Large Double                          | 4,273          | 4,482                       | 209                        | 4.9                         |
| Standard Double                       | 3,553          | 3,728                       | 175                        | 4.9                         |

| <i>Unit</i>                      | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|----------------------------------|----------------|-----------------------------|----------------------------|-----------------------------|
| <b>Board Contract (Optional)</b> |                |                             |                            |                             |
| 14 meals classic                 | \$3,570        | \$3,740                     | \$170                      | 4.8                         |
| 20 meals classic                 | 4,000          | 4,190                       | 190                        | 4.8                         |
| 12 classic + 1,500 credits       | 3,570          | 3,740                       | 170                        | 4.8                         |
| 10 classic + 4,500 credits       | 4,000          | 4,190                       | 170                        | 4.8                         |
| 10 classic + 6,000 credits       | 4,400          | 4,610                       | 210                        | 4.8                         |
| All café credits (11,500)        | 4,232          | 4,436                       | 204                        | 4.8                         |

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

| <i>Unit</i>  | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|--|----------------|-----------------------------|----------------------------|-----------------------------|
| <b>Goodwin-Green</b> (monthly rates - includes heat) |                |                             |                            |                             |
| Sleeping rooms                                       | \$452          | \$474                       | \$22                       | 4.9                         |
| Efficiency   | 529            | 555                         | 26                         | 4.9                         |
| Efficiency with dining                               | 546            | 573                         | 27                         | 4.9                         |
| One bedroom  | 627            | 658                         | 31                         | 4.9                         |
| One bedroom, with dining                             | 643            | 675                         | 32                         | 4.9                         |
| <b>Orchard Downs</b> (monthly rates)                 |                |                             |                            |                             |
| One bedroom  | 523            | 549                         | 26                         | 4.9                         |
| One bedroom, unfurnished                             | 435            | 456                         | 21                         | 4.9                         |
| Two bedrooms   | 585            | 614                         | 29                         | 4.9                         |
| Two bedrooms, unfurnished at<br>Orchard South        | 468            | 491                         | 23                         | 4.9                         |
| Two bedrooms, unfurnished                            | 549            | 576                         | 27                         | 4.9                         |

Note: Rates in Orchard Downs include a special assessment for an intergovernmental agreement with the City of Urbana.

**Beckwith Living Center** (room & board, 19 meal plan, academic year)

| <i>Unit</i>              | <i>2004-05</i> | <i>Proposed<br/>2005-06</i> | <i>Dollar<br/>Increase</i> | <i>Percent<br/>Increase</i> |
|--------------------------|----------------|-----------------------------|----------------------------|-----------------------------|
| Single room <sup>1</sup> | \$22,300       | \$23,400                    | \$1,100                    | 4.9                         |
| Single room <sup>2</sup> | 11,200         | 11,600                      | 400                        | 3.6                         |

<sup>1</sup>Room and board with full assistance with Activities of Daily Living (ADL—showering, dressing, personal care, etc.)

<sup>2</sup>Room and board without full assistance with Activities of Daily Living.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The vice president for administration concurs in these recommendations.

The president of the University recommends approval.

On motion of Dr. Carroll, these recommendations were approved.

By consensus, the board agreed that one roll call vote would be taken and considered the vote on each agenda item nos. 17 through 24 inclusive. The recommendations were individually discussed but acted upon at one time.

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

**Certificates of Participation  
(College of Medicine Research Building Project) Series 2005**

(17) The board, at its meeting on November 11, 2004, authorized a number of actions leading toward the issuance of Certificates of Participation (College of Medicine Research Building Project) Series 2005 evidencing proportionate interests in installment payments to be made by the board (the "Series 2005 Certificates"). Those actions included retaining Loop Capital Markets, LLC, as managing underwriter and the retention of additional co-managers and selling team members as needed. Subsequently, Loop Capital Markets, LLC, has asked not to serve as managing underwriter. Therefore, it is proposed that A. G. Edwards & Sons, Inc., serve as managing underwriter and Samuel A. Ramirez & Co., Inc., serve as co-manager. The other such authorized actions have been completed and now it is requested that the board authorize the issuance of the Series

2005 Certificates in an amount not to exceed \$22.0 million (not including original issue discount or premium) with a final maturity of not more than 20 years to fund the College of Medicine Research Building Project, including capitalized interest plus necessary issuance costs.

The average annual payments to the certificate holders are estimated to approximate \$1.7 million over the 20-year life of the Series 2005 Certificates. The Series 2005 Certificates are subject to redemption at such times and at such redemption prices (but not in excess of 115 percent) as the comptroller determines are necessary or helpful in marketing the Series 2005 Certificates.

The Series 2005 Certificates will be fully registered and the obligation to make the installment payments will constitute a current operating expense of the board and neither the Installment Purchase Contract nor the Series 2005 Certificates will constitute an indebtedness of the State of Illinois. It has been determined that interest payable on the Certificates will not be exempt from federal or State income taxes. The board will pledge to the payment of the installment payments such moneys as may be lawfully appropriated by the General Assembly for such purposes and legally available non-appropriated funds on an annual basis, e.g., tuition and indirect cost recoveries.

All legal matters incidental to the authorization and issuance of the Series 2005 Certificates, the form of the Preliminary Official Statement, the Indenture of Trust (the "Indenture"), the Certificate Purchase Agreement, the Installment Purchase Contract, the Acquisition Agreement, and the Continuing Disclosure Agreement have been approved by Chapman and Cutler LLP, Special Counsel, Chicago, Illinois.

The vice president for administration recommends:

1. Retention of A. G. Edwards & Sons, Inc., to serve as senior managing underwriter; and retention of Samuel A. Ramirez & Co., Inc., to serve as co-manager.
2. Approval of the Preliminary Official Statement and approval of the Final Official Statement with the addition of the final terms of the Series 2005 Certificates.<sup>1</sup>
3. Approval of the form of the Certificate Purchase Agreement<sup>1</sup> with A. G. Edwards & Sons, Inc., as underwriter, wherein the underwriter agrees to purchase from the board not less than all of the Series 2005 Certificates in an aggregate original principal amount not exceeding \$22.0 million. The price at which the Series 2005 Certificates will be purchased from the board by the underwriter, exclusive of original issue discount, will not be less than 98 percent of the par amount thereof and the true interest cost of borrowing for the Series 2005 Certificates will not exceed 6.0 percent.
4. Approval of the forms of the Acquisition Agreement and the Installment Purchase Contract.<sup>1</sup>
5. Approval of the form of the Indenture.<sup>1</sup>
6. Approval of the form of the Continuing Disclosure Agreement by the board with respect to the Series 2005 Certificates.<sup>1</sup>
7. Ratification and confirmation of all actions taken or to be taken by the officers and members of the board in connection with the sale and delivery of the Series 2005 Certificates to the underwriter.
8. The comptroller and other authorized officers of the board be and they are hereby authorized and empowered to do and perform such other acts and things; and to make, execute, and deliver all such other instruments and documents on behalf of the board as may be by them deemed necessary or appropriate in connection with the provisions of the Official Statement, the Indenture,

<sup>1</sup>A copy is filed with the secretary of the board for record and the appropriate officers of the board are hereby authorized and directed to execute the same in the name of and on behalf of the board in substantially the form presented to this meeting, or with such changes as may be approved by the officer or officers of the board executing the same, his/her or their execution thereof to constitute conclusive evidence of the board's approval of all changes from the form thereof presented to this meeting; provided, however, that if any such changes constitute a substantial change in the form thereof presented to this meeting they shall first be approved by the Executive Committee of the board to which authority for such approval is delegated by the board.

the Certificate Purchase Agreement, the Installment Purchase Contract, the Acquisition Agreement, the Continuing Disclosure Agreement, and all acts and things whether heretofore or hereafter done or performed by and of the officers of the board which are in conformity with the intents and purposes of these resolutions shall be and the same are hereby in all respects, ratified, confirmed, and approved.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

On motion of Mrs. Sodemann, these recommendations were approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

#### **Auxiliary Facilities System Revenue Bonds, Series 2005A and 2005B**

(18) The board previously approved three new Auxiliary Facilities System (AFS) projects with budgets totaling approximately \$237.0 million: (1) UIC Campus Recreation Expansion and Renovation (\$42.0 million); (2) UIC South Campus Mixed Use Development (\$112.0 million); and (3) UIUC Campus Recreation Renovation and Expansion (\$83.0 million). Construction of the UIC recreation project and the UIUC recreation projects are well underway, and \$60.0 million of those costs were financed with earlier AFS bonds. In addition, four smaller projects have been approved with budgets totaling approximately \$15.0 million: (1) UIC Student Residence Hall Renovation (\$9.0 million); (2) UIC Chicago Circle Center Illinois Room Renovation (\$3.0 million); (3) UIC South Campus Retail Facilities (\$1.0 million); and (4) UIC West Side HVAC Modifications (\$2.0 million). It is now necessary to provide funds to reimburse the University for expenditures incurred, as previously approved by the board, and to support additional expenditures on the projects. Given the projected cash flows on these projects it is recommended that the board issue two series of AFS revenue bonds at this time in a combined amount sufficient to support approximately two years expenditures (about \$122.0 million). When capitalized interest and cost of issuance are included, this first issue of bonds should approximate \$137.0 million. A second set of completion bonds will be required and is likely to be brought forward early in calendar year 2007. Any costs for the projects that are incurred prior to the sale of AFS revenue bonds will be funded initially from AFS operating reserves with anticipated reimbursement from the proceeds of the sale of the AFS revenue bonds.

There are several series of outstanding AFS bonds that are currently eligible to be advance refunded, including all or portions of the Series 1993, 1996, 1999, 2000, 2001B, and 2001C bonds. Although the selective refunding of these bonds could produce some present value savings, current market conditions do not warrant moving ahead with a refunding issue. However, if the market yields on certain bond and U.S. Treasury maturities were to change prior to the issuance of the bonds needed to fund the projects described above, it may be advantageous to supplement the \$137.0 million new project issue by an amount required to accomplish such refunding. It is recommended that the board approve the issuance of additional bonds as part of the Series 2005A and/or the Series 2005B issue for such purpose if the refunding savings reach at least 3 percent of the principal amount of the callable bonds refunded and the comptroller deems such refunding to be economically beneficial following consultation with the financial advisor

and managing underwriter. The amount of bonds that are so refunded would not exceed \$200.0 million.

The Series 2005A bonds would be issued as fixed interest and maturities, while the 2005B bonds would have variable interest calculated periodically. The amount of the variable rate bonds will be determined in the structural analysis of the combined Series 2005A and 2005B bond issues and will be within the parameters for variable rate exposure contained in the board's debt policy adopted in March 2004.

Accordingly, in order to proceed with the preparation of documents and to take other actions needed prior to the issuance of AFS Revenue Bonds Series 2005A and 2005B, the vice president for administration and the university counsel recommend:

1. Retention of Chapman and Cutler, LLP, as bond counsel.
2. Retention of John S. Vincent & Company, LLC, as financial advisor.
3. Retention of Lehman Brothers, Inc., as managing underwriter for the Series 2005A bonds. Additional co-managers and selling group members may be added to assist in the marketing of the revenue bonds.
4. Retention of Citigroup Global Markets, Inc., as managing underwriter for the Series 2005B bonds. Additional co-managers and selling group members may be added to assist in the marketing of the revenue bonds.
5. Retention of Mayer Brown Rowe & Maw as special issuer's counsel.
6. Appointment of J P Morgan Institutional Trust Services as bond registrar. The preparation of the Preliminary Official Statement(s).
7. The preparation of the Preliminary Official Statement(s).
8. Negotiation with credit enhancement and liquidity support providers, as needed and deemed economically beneficial following consultation with the managing underwriter and the financial advisor.
9. The analysis of the purchase of bond insurance to determine if such purchase is deemed economically beneficial following consultation with the financial advisor and managing underwriter. Such insurance, if acquired, would be purchased by the managing underwriter.
10. Actions to pursue and obtain a rating or ratings on the revenue bonds.
11. Preparation of additional documents including a Supplemental Bond Resolution, Bond Purchase Agreement, Continuing Disclosure Agreement, and Escrow Agreement.

Prior to the sale and delivery of the AFS Series 2005A and 2005B Revenue Bonds, the Board of Trustees will be asked to approve the substantially final form of the above referenced documents and ratify and confirm all actions taken or to be taken by the officers and members of the board in connection with such sale and delivery.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

On motion of Mrs. Sodemann, these recommendations were approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

**Authorization for Investment Manager  
(Western Asset Management Company)**

(19) The vice president for administration recommends establishment of an investment management contract with Western Asset Management Company for the active fixed

income component of the endowment pool investment program and adoption of the following resolution. This recommendation is made with the concurrence of University investment staff and the University's financial consultant, EnnisKnupp. A request for proposal process was utilized to produce this recommendation. The request for proposal was mailed to 34 investment managers and listed on the University's procurement web site. Responses were received from 13 investment firms. The responses were carefully evaluated and interviews were conducted with three finalists. Western Asset Management Company currently manages funds for the University and Foundation. Western Asset Management Company has an excellent investment performance record and offered a competitive fee schedule.<sup>1</sup>

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

#### 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 of the Board of Trustees 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 notice of rescission or modification is received by Western Asset Management Company.

On motion of Mrs. Sodemann, this recommendation was approved and the foregoing resolution was adopted by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

#### **Delegate Authority to Execute Annexation Agreement(s) for Land for the Research Park at the University of Illinois with the City of Champaign**

(20) The continuing development of the Research Park at the University of Illinois, Champaign-Urbana, Illinois, is important to the fulfillment of the University's economic development role and responsibilities. In January 2000, the board delegated to the chancellor of the Urbana campus authority to enter into an annexation agreement for University-owned land in the Research Park, south of St. Mary's Road and west of First Street. The University then entered into an annexation agreement with the City of Champaign which facilitated development of the Research Park west of First Street.

At its November 11, 2004, meeting, the board designated the area bounded by St. Mary's Road on the north, the extension of Fourth Street on the east, Windsor Road on the south, and First Street on the west ("additional project area"), as part of the research park development zone that is available for future expansion of the Research Park. It is proposed that the chancellor of the Urbana-Champaign campus be delegated authority to enter into one or more annexation agreements with the City of Champaign for land in the additional project area. The expansion of the Research Park into the additional project area will be in phases adopted as amendments to the development agreement

<sup>1</sup>The annual fee is 15.0 basis points (.0015) or \$75,000 on a \$50.0 million portfolio.

with Fox/Atkins, LLC. Annexation allows the city to approve plats to enable construction of buildings, streets, and other facilities for the Research Park. A report on all annexation agreements will be made to the Board of Trustees upon their completion.

The comptroller and vice president for administration, the vice president for technology and economic development, and the Board of Managers of the University of Illinois Research Park, LLC, concur with the delegation of authority.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes*, *The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University recommends approval.

On motion of Mrs. Sodemann, this recommendation was approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

**Approve Concept for Lease of University Land  
for Physicians Office Building, University of Illinois at Chicago  
College of Medicine at Peoria, Chicago**

(21) A substantial portion of the instructional program for medical students at the University of Illinois at Chicago College of Medicine at Peoria ("COM-P") is delivered by faculty members who are also practicing physicians in the Peoria community. These faculty-physicians are currently housed in multiple locations throughout the Peoria area. A number of them, together with some non-faculty physicians in Peoria (referred to collectively as "Peoria specialty practice group physicians"), have expressed interest in financing and constructing a physicians' office building of approximately 100,000 gross square feet on land owned by the University immediately adjacent to the existing COM-P facility. The project would be planned and sited in a manner to enable the new building to be connected to the existing COM-P facility to expand educational space for the COM-P.

It is contemplated that the board would lease (for \$1 per year) a site of approximately six acres contiguous to the COM-P facility to a not-for-profit corporation ("NFP Corp.") formed by the Peoria specialty practice group physicians for the purpose of housing practice groups complimentary to the COM-P. The NFP Corp. would be responsible for construction and other costs of the facility, pursuant to the terms of the lease. The lease will preserve the board's authority for design approval and other normal powers exercised by the board concerning capital projects on University property. Ownership of the building would transfer to the Board of Trustees upon termination of the lease.

There are a number of public purposes which would be furthered by leasing land for a physicians office building contiguous to the existing COM-P facility. The ground lease, and subsequent construction of a physicians office building on that site, will:

- Enhance the University of Illinois' goals in the area of education, research, service, and community economic development;
- Improve the efficiency, scope, and breadth of the medical education programs at the COM-P;
- Promote the best possible medical care in downstate Illinois; and
- Strengthen the teaching function of the COM-P by promoting a long-term, dedicated relationship between the medical school and certain concerned Peoria specialty practice group physicians as mentors, researchers, and teachers of medical students, residents, and fellows.

Local governmental, civic, and business leaders from Peoria strongly support the project, which they see as increasing economic development opportunities in downtown Peoria. The City of Peoria has created a "medical-technology district," the boundaries of

which encompass the entire site of the COM-P and span some 20 city blocks in total. If the proposed physicians office building were approved and constructed, the City of Peoria has committed approximately \$4.5 million in funding to construct a 400-space parking garage to serve the facility as well as a variety of other infrastructure improvements.

Given the University and community benefits the proposed facility presents, the chancellor at Chicago recommends:

- That the Board of Trustees endorse the concept of leasing University land adjacent to the existing COM-P facility to the NFP Corp. to enable construction of a physicians office building.
- That University staff work expeditiously to define terms and conditions of a lease mutually acceptable to the University and the prospective lessee.
- That the terms of a proposed lease be reviewed and approved by the chairs of the board's University Hospital, and Buildings and Grounds Committees.
- That as soon as practicable after satisfactory review the final lease be presented to the board or its Executive Committee for formal approval.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The president of the University concurs.

On motion of Mrs. Sodemann, these recommendations were approved by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

### Purchases

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

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

The total amount of these purchases from institutional funds was \$2,804,000.

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

On motion of Mrs. Sodemann, the purchases recommended were authorized by the following vote: Aye, Mr. Bruce, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich.

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

### Authorization for Settlement

(23) The university counsel recommends that the board approve payment of \$3,000,000 as its contribution to the settlement of *Coughlin v. Cohen, et al.* This amount represents the University's self-insured retention for the relevant policy year. St. Paul Insurance, as the excess insurance provider, was the lead negotiator and reached a settlement agreement with the plaintiff. The plaintiff alleges that 52-year-old Karen Coughlin died as a result of the defendants' failure to diagnose her acute myelogenous leukemia.



The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The vice president for administration concurs.

The president of the University recommends approval.

On motion of Mrs. Sodemann, this recommendation was approved by the following vote: Aye, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich. (Mr. Bruce asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

#### **Authorization for Settlement**

(24) The university counsel recommends that the board approve settlement of *Gianquinto v. Miller, et al.*, in the amount of \$400,000. The plaintiff, 37-year old Emily Gianquinto, alleges that the defendants improperly and prematurely performed forceps delivery, causing injuries to her that resulted in complications and the need for subsequent treatment.

The board action recommended in this item complies in all material respects with applicable State and federal laws, University of Illinois *Statutes, The General Rules Concerning University Organization and Procedure*, and Board of Trustees policies and directives.

The vice president for administration concurs.

The president of the University recommends approval.

On motion of Mrs. Sodemann, this recommendation was approved by the following vote: Aye, Dr. Carroll, Mr. Eppley, Ms. Garcia, Dr. Schmidt, Mr. Shah, Mrs. Sodemann, Mr. Sperling, Mr. Vickrey; no, none; absent, Governor Blagojevich. (Mr. Bruce asked to be recorded as not voting on this item.)

(The student advisory vote was: Aye, Mr. Diller, Mr. Hollingsead; no, none.)

#### **President's Report on Actions of the Senates**

(25) The president presented the following report:

##### **Biochemical Engineering Concentration for the B.S. in Chemical Engineering, Chicago**

The Chicago Senate, with the recommendation of the College of Engineering, has approved a proposal to establish the biochemical engineering concentration within the Bachelor of Science in Chemical Engineering program. Aimed at broadening the educational experience and career choices of students in the undergraduate program in chemical engineering, the biochemical engineering concentration will provide further training in biochemical/bioprocess engineering which positions graduates for job opportunities in the chemical, food, beverage, and pharmaceutical industries, as well as in environmental clean-up endeavors. Students choosing the biochemical engineering concentration will use 12 hours of elective credit to take four courses from a list of designated courses, including those from biochemical engineering courses in the Department of Chemical Engineering, microbiology courses offered by the Department of Biological Sciences, biochemistry courses from the Department of Chemistry, and environmental/waste water treatment courses from the Department of Civil and Materials Engineering.

### Criteria for Campus-Wide Honors Recognition at Graduation, Chicago

The Chicago Senate, with the advice of the vice provost for undergraduate affairs/dean of the Honors College, and the Committee of Associate and Assistant Deans, has approved a proposal to revise the criteria for campus-wide honors recognition at graduation. Currently operating under a policy dating back to 1965, honors recognition, University Honors, is given to students with a minimum grade point average of 4.50 (A=5.00) and is limited to the top three percent of each graduating class. Over the years, concerns have arisen regarding the policy and its ramifications for graduating seniors and alumni. The number of students in each college that graduates each semester varies significantly. This results in significant variation of the three percent grade point average cutoff. For example, in the College of Liberal Arts and Sciences (LAS), the three percent grade point average cutoff for Spring 2003 was 4.95. Thus, a student graduating with a 4.85 cumulative grade point average who had earned highest distinction in his/her department and who also graduated as a member of the Honors College was not entitled to campus-wide recognition. However, the cumulative grade point average cutoff for LAS graduates in Summer 2003 was 4.65, and for Fall 2003, 4.87. Thus, if the same student had waited one additional term for his/her graduation to become official, he/she would have received the University Honors designation.

The Chicago campus is adopting a University Honors system that recognizes the three traditional separate distinctions for scholastic excellence according to the following ranges of cumulative grade point averages (A=4.00):

|                 |                |
|-----------------|----------------|
| Summa cum laude | 3.90 and above |
| Magna cum laude | 3.75 to 3.89   |
| Cum laude       | 3.50 to 3.74   |

The new system is recommended to avoid the varying cutoffs that result from the percentage designation. In addition, undergraduates will know beforehand what it will take to earn each of the three University Honors designations upon graduation. The adoption of the Latin descriptors is recommended because they possess a universally-recognized meaning.

### Undergraduate Athletic Training Education Concentration in the Department of Kinesiology, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Applied Life Studies to create an undergraduate athletic training education concentration in the Department of Kinesiology.

Students pursuing the athletic training education concentration will complete 37 hours of coursework in athletic training, sports injury, and sports medicine. Upon completion of the concentration students will be well prepared for a career as an athletic trainer and will have met the accreditation requirements established by the Joint Review Committee on Athletic Training of the Commission on Accreditation of Allied Health Programs.

### Interdisciplinary Minor in African American Studies, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Liberal Arts and Sciences to rename the Interdisciplinary Minor in Afro-American Studies.

The proposed name change from Afro-American to African American brings the name in line with current nomenclature and more accurately represents the current field of study. The term Afro-American was commonly used in the 1960s but has not been widely used in either the academic field or larger society for three decades. The new title will make the minor more relevant and understandable for students and reflect the current nomenclature of the academic field.

### Bachelor of Fine Arts in Theatre, Urbana

The Urbana-Champaign Senate has approved a proposal from the College of Fine and Applied Arts to revise existing and create new concentrations in the Bachelor of Fine Arts in Theatre.

As part of a revision of the Bachelor of Fine Arts in Theatre, the department proposes a series of revisions to their existing concentrations and the creation of several new concentrations. The changes requested are:

1. Creation of a new non-degree theatre foundations concentration for all incoming freshmen who will then declare a specific concentration by the end of their sophomore year.
2. Change the name of the professional studio in acting concentration to acting.
3. Change the name of the costume design and construction concentration to costume design and technology.
4. Split the theatre technology and lighting concentration into separate concentrations in scenic technology, and lighting design.
5. Create a new concentration in sound design and technology.
6. Change name of scene design concentration to scenic design.

All remaining concentrations will remain unchanged. These recommended changes will better prepare students for careers in the theater and will more accurately reflect the state of the field.

This report was received for record.

#### **Report, University of Illinois Medical Center Medical Staff, January 1 to December 7, 2004**

(26) This report prepared in compliance with the Joint Commission on Accreditation of Healthcare Organizations of all medical staff appointments and resignations for 2004 was presented to the board for record. A copy has been filed with the secretary of the board.

#### **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 December 20, 2004.

#### **Summary**

##### *Graduate Degrees*

|   |              |
|---|--------------|
| Doctor of Education . . . . .               | 2            |
| Doctor of Musical Arts. . . . .             | 6            |
| Doctor of Philosophy. . . . .               | 126          |
| <i>Total, Doctors . . . . .</i>             | <i>(134)</i> |
| Master of Accounting Science. . . . .       | 3            |
| Master of Architecture. . . . .             | 14           |
| Master of Arts. . . . .                     | 27           |
| Master of Business Administration . . . . . | 25           |
| Master of Computer Science. . . . .         | 19           |
| Master of Education. . . . .                | 51           |

|  |              |
|--|--------------|
| Master of Fine Arts . . . . .  | 4            |
| Master of Human Resources and Industrial Relations . . . . .                       | 51           |
| Master of Music . . . . .  | 4            |
| Master of Science . . . . .  | 318          |
| Master of Social Work . . . . .  | 50           |
| Master of Urban Planning . . . . .   | 6            |
| <i>Total, Masters . . . . .</i>  | <i>(572)</i> |
| Certificate of Advanced Study in Educational Organization and Leadership . . . . . | 1            |
| Certificate of Advanced Study in Library and Information Science . . . . .         | 2            |
| <i>Total, Certificates . . . . .</i>   | <i>(3)</i>   |
| <i>Total, Graduate Degrees . . . . .</i>   | <i>709</i>   |
| <i>Professional Degrees</i>  |              |
| College of Law   |              |
| Juris Doctor . . . . .   | 9            |
| <i>Total, Professional Degrees . . . . .</i>                                       | <i>9</i>     |
| <i>Undergraduate Degrees</i>   |              |
| College of Agricultural, Consumer and Environmental Sciences                       |              |
| Bachelor of Science . . . . .  | 93           |
| College of Applied Life Studies  |              |
| Bachelor of Science . . . . .  | 69           |
| College of Business  |              |
| Bachelor of Science . . . . .  | 196          |
| College of Communications  |              |
| Bachelor of Science . . . . .  | 34           |
| College of Education   |              |
| Bachelor of Science . . . . .  | 25           |
| College of Engineering   |              |
| Bachelor of Science . . . . .  | 241          |
| College of Fine and Applied Arts   |              |
| Bachelor of Arts in Urban Planning . . . . .                                       | 8            |
| Bachelor of Fine Arts . . . . .  | 12           |
| Bachelor of Landscape Architecture . . . . .                                       | 6            |
| Bachelor of Music . . . . .  | 1            |
| Bachelor of Music Education . . . . .  | 30           |
| Bachelor of Science . . . . .  | 8            |
| <i>Total, College of Fine and Applied Arts . . . . .</i>                           | <i>(65)</i>  |
| College of Liberal Arts and Sciences   |              |
| Bachelor of Arts . . . . .   | 281          |
| Bachelor of Science . . . . .  | 239          |
| <i>Total, College of Liberal Arts and Sciences . . . . .</i>                       | <i>(520)</i> |
| Institute of Aviation  |              |
| Bachelor of Science in Aviation Human Factors . . . . .                            | 6            |
| <i>Total, Undergraduate Degrees . . . . .</i>                                      | <i>1,251</i> |
| <i>Total, Degrees Conferred December 20, 2004 . . . . .</i>                        | <i>1,969</i> |

#### **ANNOUNCEMENTS FROM THE CHAIR OF THE BOARD**

Chair Eppley called attention to the schedule of meetings for the next few months: March 10, Urbana; May 19, Chicago; July 14, Urbana.

There being no further business, the board adjourned.

MICHELE M. THOMPSON

*Secretary*

LAWRENCE C. EPPLEY

*Chair*

**MEETING OF THE BOARD OF TRUSTEES AS THE SOLE MEMBER  
OF WOLCOTT, WOOD AND TAYLOR, LLC**

Mr. Eppley convened the meeting of the Board of Trustees as the sole member of Wolcott, Wood, and Taylor, LLC, and asked the secretary to call the roll. All members of the board were present except Governor Blagojevich who was absent.

Mr. Eppley then asked the secretary of the board to read the list of items on the agenda for this meeting.

On motion of Mr. Sperling, the recommendations were approved.

There being no further business, the meeting adjourned.